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PROVINCIAL GOV'T EVACUATING CANTON

*Moving to Kukong to
escape air attacks*

SHEK LUNG RAIDED

The Chinese Communist Kwangtung provincial government is planning to evacuate Canton because of the continued Nationalist air raids, according to reports reaching Hong Kong yesterday says United Press.

U.S. ship bombed at Tsingtao

Tokyo, February 27.
Unidentified planes bombed and strafed the American freighter Pioneer Dale off Tsingtao breakwater, 300 miles North of Shanghai today, according to a radio message received here by the ship's agents.

Nationalist General arrested

Taipei, February 27.
Authorities here have admitted the recent arrest of a Nationalist Major-General on charges of criticizing the Government with malicious intent.

The man is Ma Kai-hsin, who preferred to be known as Michael Ma. He was formerly an adviser on foreign affairs to General Chiang Kai-shek, who at the time commanded the Nationalist armies in Central China.

Mr. Ma spent his early youth in Australia, claiming to have been educated at Rugby and Queen's College, Oxford.

He also claimed to have been arrested in Hong Kong by the Japanese after having spied on them for the Chinese.

He said he was imprisoned with Major Charles Boxer. According to Ma's story, he and Boxer were among a group of 20 men sentenced to be beheaded. All had to dig their own graves and after four had paid the penalty, a last-minute reprieve for Ma, Boxer and the rest reached the camp's commandant.—Associated Press.

Only 25 KMT soldiers sent back to HK

Taipei, February 27.
Only 25 of the Nationalist soldiers in the shipload brought to Taiwan from Hong Kong will now have to return to the Colony, the authorities here declared.

They will go back on the British steamer Kwaiyang which transported them to Keelung, port of Taipei.

The authorities gave these figures:
The Kwaiyang carried 1,015 soldiers and dependents; 830 have been allowed to land; 100 others will be sent to rejoin their former units on Chusan Island and the Pescadores; 25 will be sent back to Hong Kong.—Associated Press.

THE WEATHER

At 0600 GMT (8 a.m. HKET) the anti-cyclone centred over S. China continues to intensify and dominates China, Japan and the adjacent seas. A strong S.W. wind blows round the China coast.

Taipei Forecast: Moderate N.W. winds blowing from SE after midnight. Generally clear, some light drizzle during afternoon.

Yesterday's Weather:
Maximum: 64.6 deg. F.
Minimum: 54.5 deg. F.
Rainfall: 0.0 in.
Wind: 10-15 mph.
Humidity: 75-85%.

Mao's farewell to Moscow



Spitfire crashes near Tung Wan

A Royal Air Force Spitfire crashed into the sea three miles East North East of Tung Wan Island at midday yesterday, killing the pilot instantly.

The aircraft, which was on a routine gunnery exercise with three other Spitfires, blew up when it hit the water.

The pilot, whose name has been withheld until the next of kin have been informed, was picked up by a Medical Department launch. He was found to have suffered injuries to his face and fractured arms.

An eyewitness reported that he saw the plane spiralling into the sea about five miles from its original position at about 12.30 p.m. Twenty minutes later he reached the scene and found the pilot floating near the wheels of the plane and a Red Cross wooden box.

The informant added that he saw smoke pouring from the plane as it hit the water. The sea in the vicinity of the wreckage, which had sunk, was covered with oil. There were no other floating articles except what were picked up.

A Police launch arrived on the scene and took the body of the pilot back to Victoria.

Earlier in the day, the Spitfires were seen exercising over the Harbour. Pedestrians along the Praya gathered at street corners to witness the manoeuvres of the speedy aircraft as they circled over the Island.

Mr. Mao Tse-tung, Chairman of the Government of the Chinese People's Republic, makes a farewell broadcast at Moscow's Yaroslavl station before boarding his train to return to China. Left to right are Wan Hsiang-shan; Chinese Foreign Minister Chou En-lai; Mao Tse-tung; Soviet Politburo members V. M. Molotov, N. A. Bulganin and A. I. Mikoyan; and Soviet Foreign Minister Andrei Vyshinsky.—(AP Photo).

Red official to take over Nationalist assets in Colony

Mr. Chi Chao-ting, one of China's foremost economists, is expected to arrive in Hong Kong this week to take over Nationalist Government property officially on behalf of the new People's Central Government.

He is the only person who has been authorised by the Peking regime to assume overall control of all Nationalist property and assets in the Colony.

When he has completed his work here, Mr. Chi intends to leave for Lake Success as the first delegate of the People's Republic of China to the United Nations.

Whether or not the American State Department will provide him with a visa to enter the United States could not be ascertained here yesterday.

Mr. Chi was formerly head of the Research Department of the Central Bank of China, before the Chinese Communist Party defeated the Nationalist Government on the mainland.

In 1948 he represented the National Government at the United Nations Economic Commission for Asia and Far East conference in Australia.

He was educated at Harvard University and was formerly closely associated with Dr. T. V. Soong and Dr. H. H. Kung. He is an author of a number of books on economic subjects.

Mr. Chi is at present in Canton. On his arrival here he will set up his headquarters at the Bank of China.

The Nationalist property which he will take over includes—the Bank of China, the Farmers' Bank, the Bank of Communications, the Kwangtung Provincial Bank, the National Resources Commission's offices and assets, the Central Trust, CNAC, CATC, Ministry of Communications' offices and assets, and other state enterprises of the Nationalist Government.

PEKING CHARGES DENIED IN MALAYA

Singapore, February 27.
A Malayan Government spokesman today described as "flagrant lies" the Peking Communist radio charges that the Royal Air Force "wantonly bombed" a Chinese school in Johore, Malaya, on February 26, killing five school children and many others.

No one was killed in the incident, which was accidental, the spokesman said. Five school children and 41 labourers had been injured but none expected to be seriously hurt. He said the Communist charges were "purely malicious."

Dr. Thomas W. Lim, president of the Malayan Chinese Association, said he had arrived in Tokyo from Hong Kong two weeks ago and would make his permanent headquarters here. He was a chemical engineer in a Formosan chemical plant before he came to Malaya.

Mr. Mao Tse-tung, Chairman of the Government of the Chinese People's Republic, makes a farewell broadcast at Moscow's Yaroslavl station before boarding his train to return to China. Left to right are Wan Hsiang-shan; Chinese Foreign Minister Chou En-lai; Mao Tse-tung; Soviet Politburo members V. M. Molotov, N. A. Bulganin and A. I. Mikoyan; and Soviet Foreign Minister Andrei Vyshinsky.—(AP Photo).

London statement on airlines

London, February 27.
The British Government cannot and will not interfere with a Hong Kong Supreme Court decision handing over Chinese airline planes to the Communist Government of China, a Foreign Office spokesman said today.

He confirmed that representations against the ruling had been made to Britain by the United States, which contends that the planes passed into the hands of an American company through purchase, but he added that the Court ruling in the Colony is something over which the British Government has no control.

The Foreign Secretary, Mr. Ernest Bevin, was receiving the American Minister in London, Mr. C. Holmes, this afternoon at his own request, adds Reuter.

Observers here expected Mr. Holmes to raise the question of the Hong Kong Supreme Court's decision to transfer to the Chinese People's Government 71 aircraft grounded in Hong Kong which were formerly the property of the Chinese Nationalist Government.—Associated Press and Reuter.

Chennault to appeal

General Claire L. Chennault, President of Civil Air Transport, has directed his solicitors to file an immediate appeal against the Hong Kong Supreme Court decision of last week, which gave ownership of 71 transport planes to the Chinese Communists.

An official of CAT said yesterday that he had instructed their solicitors, Wilkinson and Grist, to take the case to the Privy Council if necessary.

The appeal will go to two of three Supreme Court judges, Chief Justice Sir Leslie Gibson, has already given his decision in the case.

The American Consul-General in Hong Kong, Mr. Karl Rankin, late last week formally presented the American State Department opinion on the case to Governor Sir Alexander Grantham.

None of the 71 planes at Kai Tak airport is expected to be prepared to leave Hong Kong for another two weeks.

A legal authority said yesterday that an appeal to the Privy Council might take as long as two years before the case is heard.

On Other Pages

- Page 2: Correspondence.
- Page 3: Forgery case proceedings.
- Page 4: Barlow's Bridge.
- Page 5: Hanson Baldwin on the Pacific.
- Page 7: British political talks.
- Page 8: U.S. opinion hardens against Reds.
- Page 9: Red threat to Asia's rice bowl.
- Page 10: Sir Harry Lauder dead.
- Page 12: Finance and Commerce.
- Page 13: Air shipping movements.

LABOUR PARTY MARGIN CUT BY THREE SEATS

London, February 27.
The Conservative Party strength in the new Parliament rose to 295 today when remote Argyll constituency reported the results of Thursday's general election balloting.

The Liberal Party won its ninth seat in the new 625-member House of Commons today when the Orkney and Shetlands island constituency reported the results of balloting.

Voting in the North West Scottish district was: Major D. McCallum (Conservative), 19,259; Mr. L. Nicholson (Labour), 8,215; Mrs. M. Holt (Scottish Nationalist) 480.

Mrs. Holt forfeited her deposit.

The Conservative majority was 10,014.

Chiang resuming Presidency tomorrow

Taipei, February 27.
Generalissimo Chiang Kai-shek will resume Presidency of Nationalist China on March 1, according to a usually reliable source.

It is believed General Chiang, former Governor of Taiwan, will succeed Marshal Yen Hsi-shan as Premier.

The Generalissimo is expected to make a statement to the nation tomorrow night announcing his resumption of Presidency.—Reuter.

Trial of Fuchs at the Old Bailey

London, February 27.
Dr. Klaus Fuchs, Britain's most brilliant theoretical physicist, goes on trial on Wednesday morning, charged with giving Russia atomic secrets involving the atom bomb and hydrogen bomb.

It was announced today that the trial of the 38-year-old German-born scientist will be held at the Old Bailey—the grim central criminal court building which stands on the site where criminals had been tried for almost 1,000 years.

Underlining the importance of the case, the Lord Chief Justice, Lord Goddard, will preside personally.

Sir Hartley Shawcross, Attorney-General and famous for his prosecution at the Nuremberg war crimes trials, will prosecute.

Mr. Derek Curtis-Bennett, whose record for acquittals in criminal cases is unmatched in present day Britain, will appear for the defence.

Since Dr. Fuchs, according to the prosecution, has already confessed that he fed Russian agents American and British atomic secrets from 1943 to 1948 the trial is expected to take no more than two or three days. It may finish in one day.—United Press.

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Committal proceedings in forged U.S.\$ notes case

Navy man writes play about HK

An original play about Hong Kong, written by Commander W. S. Donald, RN (retired), was staged for the first time at Bridlington recently. It was very favourably received.

Commander Donald is the younger son of the late Lieutenant-Colonel W. N. Donald, of Carlisle. He served in the Colony for some time, and came to love this place. He wrote his play because he thinks that Hong Kong has been shabbily overlooked in play and story.

The play, called "Hong Kong Cocktail," was produced by the Viking Players at the Grand Pavilion Theatre. According to one critic, it was admirably presented. It was produced by Mr. Brian Rix. The Viking Players have done a very good work at Bridlington for a number of years.

A critic said although this is Commander Donald's first play, he has shown considerable talent in creating situations, and in the easy flow of the dialogue. The interest is sustained right up to the final curtain, and there is abundance of humour and considerable wit.

The play deals with some members of the Royal Navy in Hong Kong. The author has drawn extensively from his knowledge of Hong Kong conditions when he was stationed here in 1948.

There are several interesting characters, including Sir George and Lady Typewriter (the name is significant from Eastern standards).

The incidents, despite their humour, are true to life. The author has painted an authentic picture of Hong Kong peculiarities.

Sailor fined for assault

Edward Coomber, aged 20, of HMS Cornus, was charged before Mr. Thomas Tam yesterday with assaulting Tang Siu-ku, aged 34, at No. 5 Luard Road on Saturday evening.

Coomber pleaded guilty but added that he struck Tang in self-defence. He said that on Saturday evening he had met a friend from England and they had a few drinks together. While they were walking along Luard Road his friend fell down and, as he went to help him, someone threw stones, several of which struck him on the head.

The defendant continued that he saw Tang approaching with a large brick in his hand and so he struck Tang on the mouth, where they fell to the ground.

Coomber was fined \$25 and ordered to pay \$25 compensation to the complainant.

Inspector Wheeler said the complainant was not in Court because his injuries had caused him to take to his bed.

In connection with the case Thomas Donald Brown, aged 20, also of HMS Cornus, was charged with breaking a window pane at No. 3 Luard Road.

He pleaded not guilty, saying that he was walking with Coomber and two others when they were attacked.

As no one actually saw him breaking the pane of glass, he was given the benefit of the doubt and discharged by Mr. Tam.

Mr. Tam told both Coomber and Brown that they must keep away from law-abiding citizens. He added that he sympathised with them as they were cooped up on their ship and could only come ashore occasionally for a drink. He advised them to keep to their clubs.

Mr. Tam then spoke to the two folds of No. 5 Luard Road who were in Court, saying that they should tolerate these young men who were so far away from their homes in England. They were not bad at heart and it was possibly because of the language difficulty that so much misunderstanding arose.

Committal proceedings against two brothers and their cousin charged with the possession of U.S.\$638,950 in counterfeit U.S.\$100 and U.S.\$50 notes began before Mr. James Wick at Kowloon yesterday.

The forged banknotes, purporting to be those of the Federal Reserve Bank of New York, were seized by the police last November. The forged notes, 6,404 in all, were in \$100 denomination with the exception of 29 which were of \$50.

The men, who share four charges, are Tam Kuen, alias Tam Sheung, aged 45, described as a gold and silver broker, of 722 Nathan Road, first floor, Tam Chai-wo, aged 45, haberdashery broker, and Tam Ching-ling, aged 35, of 223 Jaffe Road, second floor. First and third defendants are brothers and the second defendant is their cousin.

All defendants are charged with the possession of 105 forged U.S.\$100 banknotes at Kowloon Airport on November 22. First and second defendants face two more charges of possession of 3,600 U.S.\$100 forged notes at 722 Nathan Road, second floor, and 2,770 in \$100's and 20 in \$50's at 223 Jaffe Road, second floor.

An additional charge of possession of three brass plates bearing devices peculiar to and used in the banknotes of the Bank of England is preferred against the first defendant.

Two other men, Chan Yat-sang, unemployed, and Wong Kwong-giu, alias Wong Kim-ling, partner of the Lee Tat Garage, 140 Lockhart Road, charged with the defendants, were dismissed when the prosecution withdrew a charge of possession of counterfeit notes against them.

Mr. Percy Chen, instructed by Mr. J. C. Stewart, is representing the first defendant, while Mr. V. J. L. D'Alton, also instructed by Mr. Stewart, is representing the second and third defendants.

Mr. T. Cashman, Assistant Director of Criminal Intelligence, Kowloon, is conducting the prosecution's case.

Kai Tak seizure

Opening the prosecution's case, Mr. Cashman said that on the morning of November 11 last, acting on information, he went with a party of police to Kai Tak Airport where he saw first and second defendants who were about to take a plane for Saigon. He asked them to claim their baggage and brought them back to the Kowloon Police Station where a suitcase belonging to the second defendant was opened. In a false bottom of the suitcase were found 105 counterfeit notes.

On the same day in a flat occupied by third defendant in Jaffe Road, 2,770 counterfeit notes in \$100's and 20 in \$50's were found.

First defendant then took the police to the roof of 78 Keeling Street where a number of steel engraving plates were found. On November 25 three brass plates were found in a trunk in first defendant's home.

On December 14 a foreign currency expert from the National City Bank of New York was called by the police to examine the banknotes which he found to be counterfeit.

Mr. Mak Chau-lun, of the National City Bank of New York, an expert in foreign currencies, said the notes were good imitations of those of the Federal Reserve Bank of New York and that it required a magnifying glass, good eyesight and an expert knowledge to be able to tell them from the genuine notes.

The fibres

One of the main differences in the forged notes, he said, were the blue and red fibres, which in the counterfeit were painted on whereas in the genuine ones they were manufactured into the paper. Other differences in the colour and texture of the paper, which was a shade too dark and the portrait appeared dull.

Sub-Inspector Koh Ah-chong, finger-print expert of the Identification Bureau, said that he took two bottles containing liquids from first defendant's flat on November 26 and took several prints only one of which was of any value for identification purposes and filed it for future reference. On December 10 he took first defendant's finger prints and found that the print of his right hand small finger corresponded with the one he had filed away.

Corroborative evidence was given by Detective Lau Fuk, Inspector C. Pope, Detective Yu Mok.

Material evidence, estimated to be more than a ton in weight, was displayed in court. There were a baby's cot, tables, bed-side cupboard, reams of plain white paper, cylinders, printing presses, brass and steel engraving plates, inks and paints, chemicals, glass plates and photographic equipment.

Tam Kuen, first defendant, on December 20, on charge of possession of gold was fined \$5,000 after several applications made by his counsel for the return of the gold seized during the raid. The gold was ordered to be returned to him after the fine was paid. Hearing continues this morning.

Canadian seamen miss their ship

Three seamen of the Canadian liner Dingwall left their ship last Saturday morning on shore leave for a brief sight-seeing tour of Hong Kong.

Some 10 hours later they returned to Kowloon Wharf, but there was no ship. That should have been the beginning of a series of events—30 hours in police custody, charged and cautioned by a Marine Court magistrate and now being held in the Sailors' Home and Seamen's Institute awaiting repatriation.

The men—Albert Levallee, Raymond Hamelin and Lawrence Giberson—were charged before Mr. D. G. Cairns at the Marine Court yesterday for wilfully or negligently remaining in the Colony after the departure of their ship on February 25.

The story of their misadventure was told to the Court when defendants gave evidence after pleading not guilty to the charge. But all three changed their plea after it was explained that they were negligent in not making enquiries about the exact time of sailing.

Sub-Inspector Mackenzie said that the defendants gave their names up at 8 p.m. at the Marine Police Station on February 25 informing that they had missed their ship. It was found later that the Dingwall left port at 4.30 p.m. that day. The men left the ship on normal shore leave.

No notice posted

Lawrence Giberson, 26-year-old Able Seaman of the Dingwall, told the Court that he left the ship at 9 a.m. that day on shore leave. There was no notice posted to notify the crew about the departure time of the ship nor the expiration of leave.

Giberson asserted that the chief officer saw "several of us." He declared that he was not told about leaving to return by a certain time.

Defendant added that he knew the ship was due to leave port that day before he disembarked. His colleagues corroborated his evidence. Hamelin said that he left the ship at 10 a.m. and did not see any notice put up to state that the personnel on shore leave must be aboard by a certain time.

Mr. Cairns pointed out that defendants were negligent in not making enquiries properly before leaving the ship. He cautioned them on the charge.

An official of Loxley and Company, agents for the Dingwall, declared the agents would look after the men until their repatriation. Accommodation would be found for them in the Sailors' and Seamen's Institute.

Further drop in value of Jenminpiao

Chinese Press reports from Canton yesterday stated that the Jenminpiao has again dropped in value in Canton.

On February 25 it was quoted unofficially at JM\$12,000 to one Hong Kong dollar. On the eve of the Lunar New Year it was \$10,000 to HK\$1. But after the Communist authorities had taken strong measures to curb the depreciation, the People's Dollar reverted temporarily to \$4,500 to HK\$1 on the black market.

Now it has again fallen sharply, and commodity prices have risen correspondingly.

Other reports state that the People's Government has placed an order for 50,000 piculs of cotton from the United States through a Hong Kong trading company, making the total order abroad since December, 200,000 piculs, mostly from Pakistan, which is in the sterling area.

Large quantities of fertilisers are said to have been shipped to Hong Kong for marketing. 10,000 tons through British sources and 3,000 tons from the United States. More shipments are expected from North Korea.

More cargoes are going from Hong Kong to Burma, because of the increased import quota for the Colony, the lower shipping charges and reduction of inland rates.

Exporters complaining

Canton exporters are said to be complaining about the requirement to show a deposit of 200 to 300 Hong Kong dollars for each cargo exported to Hong Kong, and about the many other restrictions imposed by the Canton authorities.

Reminders

Today

Urban Council meeting OPO Bldg., 4.15 p.m.

Nine Dragons Services Club, Dancing Class, 2.30 p.m. Whist Drive (Cash Prizes) 8 p.m.

European YMCA, Bridge Drive, West Lounge, 8 p.m.

HK Rotary Club luncheon, Roof Garden, HK Hotel, 12.30 p.m.

Sino-British Music Group Concert for Schools at St. Stephen's Girls College, 5.30 p.m.

HK Singers Concert at St. John's Cathedral hall, 8.45 p.m.

HK Football Referees Monthly meeting, 8.30 p.m.

Kowloon Union Church Women's Guild meeting, 10 a.m.

Coming Events

TOMORROW

Toe II meeting, 50 Macdonnell Road, 8.30 p.m.

European YMCA Debating and Discussion Group, 8.45 p.m.

British Council sponsored lecture on "Parliament and Executive Government" by Mr. Robert Bruce, Council Library, 5.30 p.m.

European YMCA, Women's Section, Whist Drive, 10 a.m.

Welsh bilingual service commemorating St. David's Day, St. Andrew's Church, 11 a.m.

THURSDAY

Kowloon Rotary Club luncheon Peninsula Hotel, 12.30 p.m.

Y's Men's Club luncheon, Roof Garden, HK Hotel, 12.45 p.m.

HK Women's International Club, dance for Services, 7.30 p.m.

British Council weekly film show, Helena May Institute, 5.30 p.m.

Tug Ocean Pride runs aground at Subic Bay

Manila, February 27. The ocean-going electric tug, Ocean Pride of Hong Kong, ran aground on a reef off the entrance of Subic Bay this afternoon.

She was pulled off by United States Navy ships from Olongapo naval base which answered a distress call from the tug.

First reports of the SOS signal asking for "immediate assistance" caused rescue organisations to shift into high gear as the tug was unknown to them and it was presumed that the ship in distress was either a passenger or cargo vessel.

Second Rescue Squadron planes from the 13th Air Force at Clark Field flew to the scene and reported that Navy ships already on the scene had pulled the tug away from the reef.

Mr. A. S. Tripple, of Henderson-Tripple Inc., agents, said the Ocean Pride was en route to Manila to tow the S.S. Falvern to Hong Kong. Tripple said the Ocean Pride is Chinese-owned in Hong Kong. The extent of damage caused by the grounding was unknown, Mr. Tripple said. Associated Press.

The Buddhist temple on Lantau Island

Hong Kong harbours within its borders two famous temples dedicated to the cults of Taoism and Buddhism.

These two temples continue to flourish under British protection while many of their counterparts in China have been reduced by the Chinese civil war.

Of the two, the Buddhist temple on Lantau Island is the more remarkable. The Taoist temple at Castle Peak is also significant historically, but the approach to it is not as lovely as the approach to the Lantau Island worshipping place.

Situated on a plateau overlooking the entrance to Hong Kong harbour, the Lantau temple is inhabited by slightly more than 100 monks. It is a beautifully designed, with a central building and a series of minor structures. The monks do rural work during the day, such as planting and fanning, and engage in prayers and interior work in the evening before retiring. Their ages range from 24 to 80. Many of them are refugees from North China and the Peking dialect is very evident.

Attired in their flowing black habits, they lead serene lives. Their horizons are limited, but they give no indication of being so. They are most affable, despite an inclination to philosophise, after the fashion of most Buddhists.

They sleep in dormitories which have been stripped of almost every attribute of comfort, but are impeccably clean. They do not even have spring beds, but must do with straw mats. Their food is plain, and they take no meat. A variety of taste is provided by a series of sauces, in which a large proportion of sugar is used.

Many visitors

The monks are anxious to receive guests, and have reserved a separate section of their establishment for the entertainment of visitors. Guests are served identical food, but their sleeping quarters are not as bare as these provided for lay monks. The Chief Abbot speaks a little English and is a pleasant man; not too worldly perhaps, but quiet, retentive, kind.

The temple is approached best from Tai O, a port on Lantau Island. It can only be reached by a four-hour tramp up the 3,000 feet hill. Standing on a plateau surrounded by wooded scenery, it commands a lovely panoramic view of the whole Hong Kong landscape, the inland sea, and 10 small islands.

A visit to it can be arranged by letter, as accommodation must be reserved. Within its walls, soft incense and low Buddhist murmurs take one completely away from the modern world of Hong Kong.

Hundreds of foreigners, and Chinese, visit it yearly, and it is a Mecca for devout Buddhists.

Many people go there to hunt and fish, or to meditate. The temple encourages quiet thinking, and the island of Lantau itself is celebrated for its deer, wild boar and big fishing possibilities. Along Silver Mine Bay, where the ferry from Yau-mai-mo is a sight of a swatch of magnificent beach.

The monks in the temple are very devout, and their conversation seems to be voluntarily limited to expounding Buddhism. They do not take the oath of chastity, but there is no indication that they are anxious to lead anything but celibate lives.

The pattern of their existence is profoundly simple. They get up in the morning and pray. After prayers they eat a very plain meal, and separate to do their various chores. An admirable spirit of brotherhood prevails, and they always help one another in the things they do.

Large number of duties. Healthy and while because of the clean atmosphere and the unpretentious manner of their existence, the monks perform an astonishingly large number of duties in the course of their daily routine. Still they find time to talk to strangers, and are not monastic after the fashion of Roman monks, clergy.

Often they seek out interesting visitors and talk for hours with them. They are always anxious for information out of China, and are especially keen on affairs in the North. They are not in the course of conversation. Because of the years of protection and shelter under British rule, these monks have no reservation in their attitude towards foreigners, who are welcomed in the temple and go as they please.

The Chief Abbot is a handsome man in his middle fifties. Distinguished and charming, he has a way of putting all his visitors at ease a few hours after their arrival. He is a good wordsmith, a mild mannered, pleasant, and they are dismissed to their separate dormitories.

Later on at mealtimes he will meet them again, and the conversation will touch on conditions in Hong Kong, the situation in China, and the interest that visitors may, or may not have, in Buddhism. Replicas of Guatama Buddha abound, and inscriptions carved on the walls and columns proclaim the venerable antiquity of the site. The impression is conveyed of uninterrupted centuries of Buddhism, which will go on and on.

Before the first tints of dawn appear in the Eastern sky, the monks will be up and about. Their soft, soothing chants will dwindle to a murmur in the gathering twilight. As night descends, silence will envelop the plateau, and will remain unbroken until tomorrow brings a repetition of the eternal story. Quietly, unobtrusively, the monks on Lantau carry on. They seek no publicity for their work. All they seem to desire is unbroken continuity, because that is the nature of Buddhism.

Counsel says witness is kept away

In a final submission made before Mr. F. X. d'Almeida at Kowloon yesterday, Mr. M. A. da Silva, defence counsel for Ho Wai-lam, alias William Ho, charged with the theft of 130 bags of Government rice, challenged the credibility of the evidence given by prosecution witnesses.

Mr. da Silva accused the prosecution of keeping away a witness whom defence intended to call to testify on the movement of Ho on the afternoon of September 23 last, when the rice was alleged to have been taken out of godown 38B of the Hong Kong and Kowloon Wharf and Godown Company in Jordan Road.

Defence counsel contended that at the time of the alleged theft defendant was shopping in a store in the King's Theatre Building and did not reach the Kowloon side until shortly after 4 p.m. A subpoena was taken out for the clerk who attended Ho at the shop to give evidence.

Our of Colony

Accusing prosecution of deliberately keeping the clerk out of the Colony, Mr. da Silva said that unless he could be produced and called to give evidence, the Court must believe the alibi in favour of his client.

Other defendants in the case are Ho Tin-sing, tally clerk at the Rice Section; and son of Ho Wai-lam, who had already pleaded guilty to charge of stealing the rice; Cheung Lum, cook at the Hip Yick Rice Depot; and Cheung Kwan, fook at the Depot.

Ho Wai-lam was former cargo supervisor of the Department of Supplies and Distribution, Rice Section.

Mr. A. S. C. Comber is representing Ho Tin-sing, while Mr. J. C. Stewart is representing Cheung Lum and Cheung Kwan. The case is adjourned to March 13.

EDINBURGH HOUSE

Certain particulars in the article in "Edinburgh House" in yesterday's "China Mail" were incorrectly given. Messrs. Leigh and Organe were the architects for the building, and the general contractors were Messrs. Zung Kee & Co.

Other specialist contractors for the building were: Johnnie Engineering Corporation, Castle Peak Ceramic Company, Dowdell and Company Ltd., Sino-British Engineering Corporation, and the Jackson Company, Ltd.

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THE GRAND ALLIANCE

"Building of the Ship"

By Winston Churchill

The deadly question: "Surely, Mr. President, here is the point we have got to settle. Are we going to face it or not?" Faced it always was, and, being faced, was conquered.

He was a true leader of men, and alike in ardour and in wisdom in times of crisis he has rarely been excelled. His love for the cause of the weak and poor was matched by his passion against tyranny, especially when tyranny was, for the time, triumphant.

Visiting the fleet

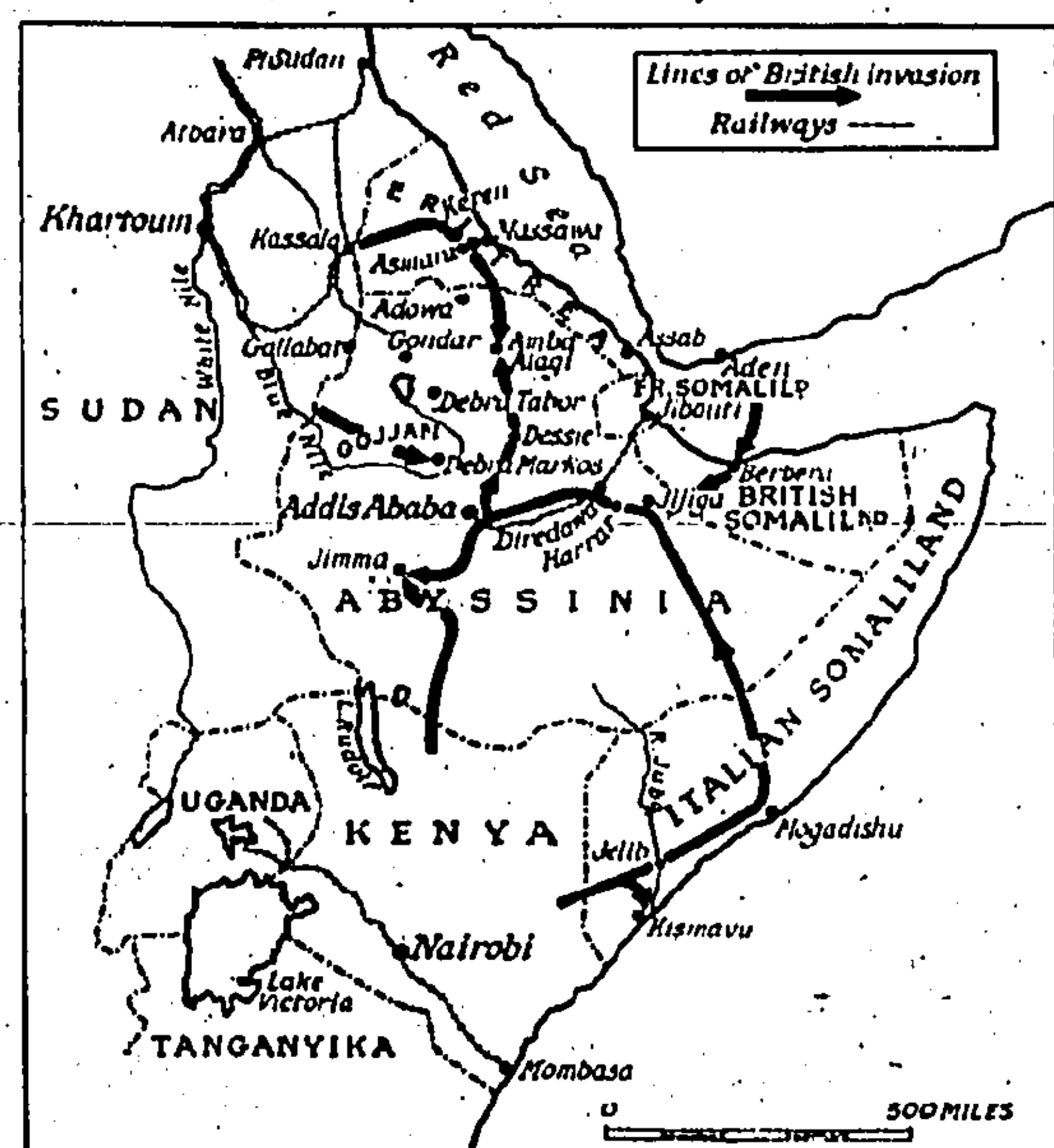
In order to clothe the arrival of our new Ambassador, Lord Halifax, in the United States with every circumstance of importance, I arranged that our newest and strongest battleship, the King

the enemy, to let him see all he desired of London at bay. He also came to Chequers for a night, and I had a very long talk with this most able and forceful man, whose life was cut short so unexpectedly by illness two years later. Former Naval Person to President Roosevelt, 25 January, 41. I received Willie yesterday, and was deeply moved by the verse of Longfellow's which you had quoted. I shall have it framed as a souvenir of these tremendous days, and as a mark of our friendly relations, which have been built up telegraphically but

THE WHITE HOUSE, WASHINGTON

Dear Churchill
Mindful Willie will give you this - He is truly helping to keep his ship out over here.
I think this verse applies to you people as it does to us.
"Sail on, O ship of State!
Sail on, O ship of State!
Humanity with all its fears,
With all its hopes of future years,
Is hanging breathless on thy fate!"
As ever yours
Franklin D. Roosevelt

President Roosevelt's letter to Mr. Churchill.



THE CAMPAIGN IN EAST AFRICA 1941

George V, with a proper escort of destroyers, should carry him and his wife across the ocean. I accompanied them North in my train and saw them off from Scapa Flow. I took advantage of the occasion to visit the Fleet, which I had not seen since I left the Admiralty. This fitted in with my plans for making much closer acquaintance with Harry Hopkins. We went together to the Fleet, inspecting ships and defenses. My wife came with me, and excelled all others in nimbleness of skipping and scrambling from one destroyer to another. Hopkins nearly fell into the sea. I returned in my train to Glasgow. I was welcomed by very large crowds, saw all the local authorities, walked through a number of workshops, inspected the Defence, Fire, and Air Raid services, and made a number of impromptu speeches. We then went on to Tyndrum, where the same thing happened. All the time I got to know this man and more about his Chief. Hopkins was about 10 days with me, and in this time he put me into harmonious mental relations with the newly re-chosen Master of the great Republic.

Later on in the same month there arrived in England Mr. Wendell Willkie, the President's opponent in the recent election. He too brought recommendations of the highest character from the President, and as he was the accepted leader of the Republican party, every arrangement was made by us, with the assistance of

also telepathically under all the stresses... Here is the President's letter:

The White House, Washington, January 20, 1941.

Dear Churchill: Wendell Willkie will give you this. He is truly helping to keep politics out over here. I think this verse applies to your people as it does to us: "Sail on, O ship of State! Sail on, O ship of State! Humanity with all its fears, With all the hopes of future years, Is hanging breathless on thy fate!" As ever yours, Franklin D. Roosevelt.

These splendid lines from Longfellow's "Building of the Ship" were an inspiration. It is not possible in a major war to divide military from political affairs. At the summit they are one. It is natural that soldiers should regard the military aspect as single and supreme, and even that they should speak of political considerations with a certain amount of disdain. Also the word "politics" has been confused, and even tarnished, by its association with party politics. Thus this tragic century is blazed by the idea that it was only military considerations count and that soldiers are obstructed in their clear, professional view by the intrusion of politicians, who for personal or party advantage tilt the broad balance of battle.



Contemporary's caption yesterday described the success of Cruik's winner "Tracey Witch of Wars," ending up with the statement: "Photo shows 'Tracey Witch of Wars'."

Whatever the papers say, the Labour Party declares that there will be no new election immediately.

Manuel labour. Recording the birth of triplets to a 71-year-old Spaniard, a contemporary stated: "It was a problem because the triplets—one of whom died at 30th children born to farmer birth—were the 37th, 38th and Manuel Torres."

The Nationalists are going to use girls in their fight against the Communists. No, Myrtle, I wouldn't advise volunteering. They aren't using the old-fashioned methods.

Remarkably few Jap suicides are using the traditional hara-kiri method these days. If there's a steel shortage, I do think it's up to the rest of us to hasten forward and remedy it.

Newsmen. Don't think there is any need to worry yet about this reporter held across the border. Indictment does take a little time, as Mao himself can testify.

"Street Sleepers' Shelter Society appeal." Says a very good cause.

It seems that Chiang's supporters are anxious for Li Tsung-jen to lose his place but not his face.

It is reported from Hollywood that Jane Russell's football-player husband does the cooking himself because he doesn't want Jane to lean over a stove and endanger her career.

Myrtle's face is her fortune, and it runs into a nice figure.

Ginger Rogers, hoping the Chrysler will return to favour, is quoted as saying, "It's a lot of fun."

Of course, with taxation at its present level in the States, a girl has to shake up an honest dollar whenever she can.

Curtain call. So you've gone at last, Sir Harry.

But you've kept right on to the end of the road, lad, and we'll be thinkin' o' ye there, roamin' in the gloamin'.

and postponed his ultimate, inevitable quarrel with them to a later part of his programme? Or, as is more likely, would he not have been able to attack Russia in greater strength at an earlier date?

The main question which the ensuing chapters will probe and expose is whether his Majesty's Government, by their action, influenced in a decisive or sustained manner, Hitler's movements in South East Europe, and moreover whether that action did not produce consequences first upon the behaviour of Russia and next upon her fortunes.

(To be Continued)

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BIRTH

CASTILHO—To MARY, wife of TOMMY, on 20th February 1950 at the St. Paul's Hospital, a son.

DEATH

BURKILL—On February 24th, 1950 at "Paradise" Waltham, St. Lawrence, Berkshire, CHARLES REGINALD, dearly loved husband of Marjorie Burkill.

AFTER THE POLL

The General Election in Britain may have resulted in a stalemate in Parliament, but certain vexed issues were settled at the polls. Communism was rejected with scorn and contempt, and so were Left Wing rebels who were just as much in the Fifth Column. The considerable—and mostly wasted—vote for the Liberals was a vote for a suspension of further nationalisation. That Party made its position clear alike to its supporters and to the country on the eve of the polls. It called for a halt to further nationalisation for the next five years, and said that if the Labour Party were unable to form a Government without Liberal support, that support would be strictly dependent on this undertaking. Another election soon to settle this issue seems unnecessary. And what if it didn't settle it, but produced another stalemate, with half the Liberal votes going to Labour and the other half to the Conservatives?

Nobody seems to have called for a Coalition, in spite of the immense amount of common ground before and during the election. The Welfare State has come to stay. Even on foreign policy there is not much between the major parties. Britain doesn't like Coalitions except in wartime, and then she demands them. We may not be at war, but quite definitely the times are out of joint, and an effective Coalition would help us both at home and abroad as much as the present deadlock hinders us.

A compromise has been put forward, in the call for close consultation between the two major parties on all the principal issues of public finance, defence, and foreign relations. This is the minimum necessity, but it will be of little help psychologically, and that seems to us a matter of no small importance just now. Of course, Britain has been governed by Administrations which were actually in a minority. Under a system of close consultation even the present Labour Party could carry on for quite a time, in spite of possible pressure from the Left Wingers. But is that all that is required?

Even before the General Election a group of men, headed by Lord Hailey and Lord Hankey who have given exceptionally distinguished service to the State and the Empire, wrote to "The Times" on this subject. They declared their opinion that before long the gravity of the economic crisis at home, and also, it may be, of the diplomatic crisis abroad, would compel all but the most obtuse partisans to realise that temporary political unity is essential.

To the world as a whole Britain now looks as though she is moving on crutches—

Labour crutch and a Tory crutch—with each trying to outmanoeuvre the other and with no thought but of the next election. Some time ago a thoughtful writer advanced the idea that the old party politics were out of date, and with it the old Party system. It may be true, but what is to replace it? Certainly it would be better to contain it within a Coalition rather than risk it altogether by the chance of another stalemate, which is by no means impossible. The issue was put on a higher plane still, a few weeks ago, by Mr. Lionel Curtis, whose influence behind the scenes on British policy was for many years quite exceptional. He is a political prophet and philosopher without political ambitions, and though he is now one of the last survivors of the famous Milner Kindergarten, he has not allowed time to pass him by, but keeps his mind projected on more distant horizons. In a pamphlet he circulated to electors, he compared the petty issues on which the General Election was being fought with the crisis confronting humanity as a whole. "We are literally living in a City of Destruction more threatening than Bunyan depicts in the Pilgrim's Progress," he wrote. "Twice in this century we have hardly escaped, with infinite loss of lives and treasure. In this atomic age we now have before us the valley of the shadow of death." He saw Britain given up to petty domestic issues in the teeth of world anarchy, when common action under British initiative was essential to create a supra-national authority which no aggressor would dare to assail. The view may be too far above the Party battle but the current view of the political deadlock seems much too narrow.

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GOVERNMENT'S FATE MAY DEPEND ON TOMORROW'S TALKS

Meeting of Parliamentary Labour Party in London

London, February 26. As the Prime Minister, Mr. Clement Attlee, planned his new Cabinet today, observers predicted that the fate of his Government may hang on the reactions to the Election deadlock at the Parliamentary Labour Party meeting on Wednesday.

The left wing, headed by the Minister of Health, Mr. Aneurin Bevan, is likely to insist that there must be no compromise on the party programme for the sake of maintaining shaky office.

Mr. Bevan, who pressed consistently for the nationalisation of steel, is said to have threatened to resign if Labour goes back on its 1945 pledge to transfer this industry to public ownership.

REDS TO MARCH ON BERLIN

Berlin, February 26. Allied protective measures against the forthcoming Communist "march on Berlin" will be decided on the highest Government level, U. S. sources disclosed today.

Admitting the danger of bloodshed if 500,000 German Communist youths carry out threats to occupy West Berlin on May 27-30, the three Allied Commanders are now drafting their recommendations.

But the final orders for 10,000 West Berlin police and 7,500 Allied combat troops stationed in Berlin will be issued by Washington, London and Paris.

Communist spokesmen of the "Free German Youth" (F.D.J.) are insisting that they will defy even U. S. tanks in carrying on their "peace" demonstration in all Berlin.

Ten thousand Volkspolizei (People's Police) are reported ready to be brought from the Soviet zone in May to reinforce the 12,000 Communist police in East Berlin.

Several brigades of military trainees in the Army branch of the Volkspolizei have been designated to act as plainclothes bodyguards for the youth parade into the Allied sectors during the Whitsun festival.

Communist newspapers have printed veiled threats that the marchers will light their way through West Berlin streets if necessary.—Associated Press.

KAREN CITY CAPTURED

Rangoon, February 26. Government troops today recaptured the Karen fortress city of Nyaung-U after a swift eight-mile advance from Pyawbada, which fell yesterday, it was officially announced here today.

This new victory brought Government forces to within 77 miles of their main target of Toungoo, which the Karens claim as capital of their Independent State.

The Government communiqué described Nyaung-U as the most strongly fortified Karen stronghold in the Pegu district.

It claimed heavy Karen casualties during the retaking of the town and said several big field guns were captured.—Associated Press.

NEW BARONS

London, February 26. What is probably the shortest Honours List ever issued by a British King—it contains two names—was announced today by the Prime Minister's Office.

The occasion, said a statement, was the recent dissolution of Parliament.

Barons were conferred by King George VI on John James Lawton, Member of Parliament for the Chester le Street Division of County Durham from 1919 to 1949, and Sir Francis Campbell Ross Douglas, Member of Parliament for Butterfield from 1940 to 1949 and Governor and Commander-in-Chief of Malta from 1946 to 1949. Both were awarded for political and public service.—Associated Press.

PRAGUE FANTASY

Prague, February 26. The paper "Rude Pravo" alleged today that the Roman Catholic Church hierarchy had threatened to excommunicate any Catholic who voted for a Communist candidate in Thursday's British General Election.

The paper, organ of the Czech Communist Party, said: "The bourgeois used open terror and fraud during the election."

It added: "The Catholic Church hierarchy has threatened to excommunicate any Catholic who votes for the Communist Party in the election."

The paper did not elaborate on the charges of terror and fraud.—Associated Press.

Consequences of the UK election

Canberra, February 26. Australia's Deputy Opposition leader, Herbert Ewart, said in a broadcast today that the consequences of the British election were significant to the British Commonwealth and all mankind.

He said, "The Labour movement in Australia and New Zealand is encouraged by Clement Attlee's victory in Britain, small though his majority will be."

"Labour's success in Britain against great odds should make every Australian appreciate what Britain has done during the war against the enemies of mankind and since the war in pursuit of economic and social security for all."—Associated Press.

COUP IN BULGARIA FAILURE

Berlin, February 26.

An unsuccessful coup d'état in Bulgaria, resulting in the arrest of General Kinov, the Army Chief of Staff, and many Army officers, was reported today from Sofia by "Die Welt Am Sonntag," the official British newspaper in Germany.

According to the report, General Kinov, with the support of the Army, had planned to seize power shortly after the death of the Prime Minister, M. George Dimitrov.

General Bagrianov, the chief Bulgarian Political Commissar, General Tosechev, head of the Sofia Garrison, and the Minister of Transport, M. Dimitrov, were also reported to have been arrested.

Shortly before the death of M. Dimitrov, which occurred in Moscow last July, General Kinov was called to the Soviet Union, where he stayed in the Soviet's immediate associates. They were also reported to have been arrested.

Launched, a lifeboat, taxicabs and—for the first time in history—an aeroplane were used today to bring in Election votes from the Shetlands and Orkneys, Britain's Northernmost Parliamentary division.

The combined land-air-sea operations have lasted three days. A specially chartered aeroplane flew 33 ballot boxes from the Shetlands to Kirkwall.—Reuter.

BOMB ATTACK ON NEWSPAPER

Genoa, February 26.

The police here today are hunting a gang of men believed to be former partisans who last night threw bombs into the offices here of the newspaper, "Corriere del Popolo."

One of the bombs exploded in the editorial room without causing injury. Another fell without exploding in the doorway to the offices.

The paper recently published a series of articles on partisan activities at the end of the war. These provoked protests from the left wing Press.—Reuter.

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Chou En-lai, Communist China's Foreign Minister (near-camera) is seen after visiting Lenin's Tomb in the Red Square in Moscow. Associated Press Photo.

Pravda attacks U.S.

Moscow, February 26.

"Pravda's" commentator, Ilya Ehrenburg, today attacked what he called American diplomatic blackmail with the atomic bomb or super-bomb, but, like other Soviet publicists, he did not mention the hydrogen bomb by name.

For four years in a row, he said, the Americans had brandished the atom bomb, and now that the effect of that had petered out, they were pushing the new super-bomb.

"Bombs and super-bombs mean principally blackmail. They think we Soviet people possess weak nerves. They vainly think we will raise our hands up after listening to President Truman's utterances."

"The roar of guns, tanks and bombs is still in our ears. We were not frightened then. We didn't raise our hands, but those who stupidly thought they could scare us surrendered."

"Let grocers and haberdashers get busy with something else. Let them advertise their stocks of super-bombs. Let the Republicans frighten the Democrats and the Democrats frighten the Republicans with new political scandals. As far as we are concerned, they are getting hot under the collar in vain."

He then paid tribute to the American people, saying that, like all the world's people, they did not want war. But, he added, there are many naive people in America who do not understand politics.

As an example of politics, he said that, during the presidential election campaign, Mr. Truman forgot the word bomb and talked only of peace; but when the election was over, Mr. Truman recalled the word bomb and forgot peace.

"However, in America itself there is a daily increase of

DRIVE AGAINST MALAYA BANDITS

Singapore, February 26.

Malaya's armed forces, with 550,000 Chinese, Malay, Indian and European civilian volunteers, opened a vast anti-bandit offensive tonight, aimed at sweeping the Communist terrorists out of the Federation.

All Army, police and Government leave was cancelled as an "anti-bandit month" campaign was launched without warning.

Towards were doubled for the seizure of unlicensed arms and ammunition. Extra rewards were offered for the capture of terrorists, dead or alive.

The Government authorities expect the guerrilla war to "hot up." They have ample evidence that the terrorists intend to launch a counter-offensive.

The police reported a stepping-up of outrages against civilians this week-end. Terrorists attacked a train and wounded two passengers near the Selangor-Malaya border.

British troops operating in Selangor today killed four terrorists and wounded five others.—Reuter.

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U.S. OPINION HARDENS AGAINST RED REGIME

Washington, February 27.

Chinese Communist acts directed against United States citizens and property in China have hardened Congressional opinion here against any early recognition of the Chinese Communist regime. Some Congressmen, who had been predicting privately that the United States would follow Britain's lead and extend recognition within a few months, now say that it will be delayed indefinitely.

Political observers in Capitol Hill were convinced that the Secretary of State, Mr. Dean Acheson, and the veteran Democratic foreign policy spokesman in Congress, Senator Tom Connally, were preparing the way for eventual United States recognition of the Chinese regime.

Then the Chinese Communists, rejecting strong American protests, seized United States Consular property in Peking recently and imprisoned the American Consul-General in Mukden, Mr. Angus Ward, on charges of assault.

After that any possibility of United States recognition in the near future had vanished in the resulting Congressional uproar and the decision of the State Department to withdraw its remaining consular officials from Communist-held China.

Just prior to the Peking incident, Senator Connally, who, as Chairman of the Senate's powerful Foreign Relations Committee, is regarded as usually reflecting State Department opinion, had indicated in Senate speeches and in Press statements that the United States would eventually recognize Communist China—on conditions.

These conditions were that the Communist regime would have to respect international law and the rights and property of American citizens and interests in China.

Baited by Republican opponents of recognition, Senator Connally asked in the Senate what good it would do the United States not to recognize the Chinese regime when other nations had already done so.

Business pressure

This appeared to Republicans to indicate that the State Department was considering recognition and the general trend of speculation was not if recognition would be granted, but when.

Some of the more outspoken Republican critics of the Administration's Far Eastern policy declared that the State Department was agitating for recognition.

Suggestions were also made privately by some Congressmen that United States business interests were exerting pressure for early recognition of the Chinese Communists.

These business interests, including some Chambers of Commerce, were reported to be anxious to re-open trade with China before British firms had taken over the China markets.

Some political observers saw in the Chinese Communists' attitude towards the United States an indication that the Communist regime did not want United States recognition.

Although the question of recognition appears now to have been shelved, the Republicans are declaring that the Democratic policy concerning China has been one of appeasement of the Communists and betrayal of the Nationalists and Generalissimo Chiang Kai-shek.

Republican split

President Truman's recent declaration that the United States would not intervene militarily to save the island of Taiwan, lost stronghold of the Chinese Nationalists, from Communist invasion brought forth bitter Republican criticism that the President was capitulating to Communist blackmail.

One of the charges levelled by the Republicans was that the Administration had blundered in its Far Eastern policy because the President had abandoned the bi-partisan co-operation policy in Asian affairs while expecting the Republicans to co-operate in European foreign policy.

Democratic spokesmen conceded that there should have been more consultation with Republican leaders, particularly with Senator Arthur Vandenberg, of Michigan, the Republican foreign policy spokesman, before the announcement of the "hands off" policy regarding Taiwan.

Such consultation might have reduced the vigour of Congressional criticism.

Although lauding the failure of the Truman Administration to halt the expansion of Communism in China and the Asiatic territories, the Republicans themselves were divided on what should be done.

There was a three-way split over what methods should be used to save the island of Taiwan from falling to the Communists.

The Republican policy leader, Senator Robert Taft (of Ohio) joined ex-President Herbert Hoover in demanding that the United States tell the Communists that an invasion of Taiwan would be met by a firm U.S. Navy.

Some of the more outspoken Republican critics of the Administration's Far Eastern policy declared that the State Department was agitating for recognition.

Attack wits

Another section of the Republicans, led by Senator William Knowland (of California), and Senator Alexander Smith (of New Jersey), was demanding that money be sent to the Nationalist Government in Taiwan. But it was opposed to military intervention.

A third section, represented by Senator Henry Cabot Lodge (of Massachusetts), was prepared to wait until the dust settled before taking a definite stand on the issue.

The demands for military intervention willed under a blistering Democratic attack in the Senate. Senator Connally challenged the advocates of such intervention to say whether they "wanted to send bright-faced American boys to die in the Taiwan jungles."

Democratic spokesmen were quick to stress that some isolationist Republicans, particularly Senator Taft, who were opposed to any United States intervention in the world war prior to the Japanese attack on Pearl Harbor, now favour intervention in China.

The Republicans countered this with statements that Democrats who were interventionists in the European war are now isolationists in the China situation.

Election issue

Neutral observers thought that the Republicans supporting Senator Taft's demands had made a tactical blunder in calling for United States armed intervention in the Taiwan situation. The demands did not meet with a great deal of public support.

Chinese Red leaders leave Russia

London, February 26.

The Chinese Communist leader, Mr. Mao Tse-tung, and the Foreign Minister, Mr. Chou En-lai, have crossed the Soviet border into China on their way home from Moscow, the official Soviet news agency Tass reported tonight.

The Chinese leaders and their entourage arrived in Moscow in mid December and left on February 17.

On February 14 Chinese and Soviet leaders signed a 30-year friendship treaty.

Mr. A. Lavrentyev, Deputy Foreign Minister, was among a group of Russian officials who bade farewell to the Chinese delegation at the frontier station of Otpor.

A guard of honour was mounted and Chinese and Soviet flags were flown.—Reuter.

The Truman Administration's handling of Asia foreign policy, and in particular the event leading up to the Communist conquest of China, are likely to be lively issues in the November election campaigns.

These elections will fill all the seats in the House of Representatives and one third of the seat in the Senate.

The line of Republican attack in Congress indicates that they will argue that China could have been saved by a firm United States policy and by State Department rejection of the advice of "pro-Communist officials" to appease the Chinese Communists.

The Democratic Party reply to that is that the United States poured money and arms into Nationalist hands, but that the Nationalists lost China because they had not the will to fight.

The Democrats have already declared that the Republican demands for armed intervention in Taiwan will result in another World War.—Reuter.

ARMS CACHE IN FRANCE FOUND

Toulouse, February 26.

Weapons, including machine-guns and other automatic firearms, weighing several tons, were discovered by the French police in several caches in the area of Barbazan, near Toulouse, South of France.

At the same time, police arrested six Spaniards who confessed to be members of the Spanish Communist Party. Communist leaflets were found in their homes.—Associated Press.

LYONS CLASH

Lyons, February 26.

Several persons, including a Communist Deputy, Julien Afrolit, and three policemen, were injured today when demonstrators tried to march on a meeting of followers of General Charles de Gaulle at La Mulotiere, a Lyons suburb.

Between 200 to 300 left wingers gathered at the town hall and advanced against a police cordon and, according to the semi-official French Agency, threw stones. There were several arrests, the Agency said.—Associated Press.

SINGAPORE "NO" TO COMMUNISTS

Singapore, February 26.

Australian Communists who apply for permission to enter Singapore will be given a curt "no," an official announcement said.—Associated Press.

Berlin bald-heads parade



A Berlin film company advertised in the local paper for men with bald heads to apply for employment as an 'extra' in a film they are to make based on the efforts of an international hairdresser who claimed to restore hair by the use of secret herbs. Some 400 men applied. The man with the 'thickest' bald pate will receive a prize of £85. Here German actress Olga Tschochowa is surrounded by hopeful baldheaded candidates. Chin whiskers didn't count in the contest. (Associated Press Photo).

COMMUNISM'S SPREAD IN SOUTH EAST ASIA

(Editor's Note: The Communist upsurge is still advancing in the vast areas of South East Asia, a United Press survey showed today. The recent conference of United States diplomats in Bangkok put the spotlight on the Red threat. The following despatch is based on thumbnail reports on the Communist situation from United Press bureaux in 15 countries — from India and China to Australia and New Zealand).

New York, February 27.

The upsurge of Communism is spreading from occupied China through countries of South East Asia, a United Press survey showed today. South Korea, Burma and Thailand—described as the fountainhead of Communist activity in the area, appear to be under the most direct threat.

United Press despatches from each Far Eastern country give the following story of current situations:—

Korea, with its capital city of Seoul only 30 miles from Communist territory, probably feels the Communist threat more intensely than any other Far Eastern nation. Small scale guerrilla attacks occur almost daily from Communist North Korea and there is some raiding across the border by the North Korean army.

Thailand is described as the centre of Communist propaganda for South Eastern Asia. Neutral sources believe the Communists include Thailand in their plan to communise Asia after India, China, but that the Premier, Phibul Songram, will oppose such a plan vigorously.

The British have warned that Communist agents are attempting to seize control through a reign of terror. In the rear the situation in Burma is chaotic. Rangoon is the only city in which there is any semblance of order. Warring factions have so divided the country to the North that it is believed the Communists can march in whenever they choose.

Communist activity in India and Pakistan is growing stronger with progressive deterioration of the economic conditions and growing popular dissatisfaction with the Government. Activity centres in Hyderabad, which India took over in 1948, Madras and West Bengal. West Pakistan is almost totally free of Communist activity but East Pakistan, which borders India and India's West Bengal, has a problem similar to that of India.

Indonesia is dormant in Indonesia but party members are reorganising following the abortive Communist revolt against the Republic in 1948 from which they have not yet recovered.

The bitter civil war against the Communists in Indo-China will enter its fifth year in August with the situation closely paralleling the Greek civil war.

Russia has recognised the government of Moscow-trained Dr. Ho Chi-minh. Dr. Ho is master of jungles and mountainous areas. The West recognises the Vietnam Government of former Emperor Bao Dai who, with the French, holds the main cities and the richest areas.

Bao Dai hopes to end the war this year with Western help. He also has the support of the wealth of 2,000,000 Catholics and Annamese peasants who still consider him their spiritual and political leader.

Spreading of Communist influence among members of Hong Kong's vital utility workers union is causing serious concern to the authorities.

Officials are not accepting assertions by various Peking sources that the Colony will not be molested and the police and troops are prepared to cope with anything less than a prolonged general strike.

Malaya

Generalissimo Chiang Kai-shek, driven from the mainland to Taiwan, promises the people of China that he will return. The Communists apparently hold an iron grip on China but reports from the interior tell of mounting dissatisfaction with the Red regime. The Communists pose an immediate invasion threat to this last Nationalist stronghold but government leaders believe they can invade the mainland and win back the people's support.

British security forces have been engaged in a fight against insurgents in Malaya since the end of the war. The Acting Governor, Sir Patrick McCarren, warned that Communist China will not be permitted to spread propaganda by any means against the authority of Malaya. Many in the large Chinese population have expressed sympathy with the Peking regime.

Both Australia and New Zealand are closely allied in working for an anti-Communist pact in the Pacific with United States participation. Both Governments are strongly anti-Communist and Australia is expected to introduce sweeping laws to outlaw Communism. Some unions have strong Communist leadership.—United Press.

Mr. Richardson, aged 51, well knew the danger of the attempt for there was no chance of escaping the Nationalists and slipping by unobserved.

But he was so eager that he was ready to sign on as a ship's radio operator if he could not get passenger space. He had once been a telegraph operator.

Mr. Richardson has been with the Associated Press for 22 years. He volunteered for foreign service and was assigned to China in 1946.—Associated Press.

Vatican City, February 26. Pope Plus XII today received in audience the Right Reverend Theodor Breder, the Catholic Bishop of Yankei, Manchuria, whom the Chinese Communists held prisoner for two years. Two secretaries who shared his imprisonment escorted the 70-year-old Bishop into the Pope's presence.—Reuter.

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AWARD FOR FORMER HK AP MAN

New York, February 27.

Wayne Richardson, former Associated Press correspondent in Hong Kong, who braved Chinese naval gunfire for an exclusive news beat, today won the George Polk Memorial award of the Overseas Press Club.

He was cited for his "courage, integrity and enterprise above and beyond the call of duty."

Mr. Richardson sailed as a volunteer aboard the Flying Arrow of the Labradorian line last month when she was hit 35 times and set on fire by a Nationalist Chinese gunboat while trying to pass the blockade of Shanghai.

He was the only newsman aboard and poured out a series of exclusive stories over the ship's radio before and after the shelling.

After the damaged ship put in to Tientsin for repairs, Mr. Richardson obtained another exclusive beat by writing the first American report on life in a Communist Chinese city.

The Club's award, which carries a US\$400 prize, is named after a young American correspondent for the Columbia Broadcasting System who was assassinated nearly two years ago while covering the disorders in Greece.

It was Mr. Richardson's decision to sail aboard the Flying Arrow—which was headed for a showdown with the Nationalists under the urging of Hans J. Labradtsen, New York shipowner.

He was due for home leave after four years as AP correspondent in Hong Kong and had first planned to fly home. Then the Flying Arrow called at Hong Kong to get ready for the dash to Shanghai.

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COMMUNISTS' THREAT TO ASIA RICE BOWL

Western observers here fear that Indo-China may be the spearhead of a Communist thrust into South East Asia from China in an effort to gain control of all the teeming millions in the non-Communist countries of the Far East through their rice bowls.

The Peking regime has extended diplomatic recognition to the Government of Dr. Ho Chi-minh, Communist leader of a nationalist movement that holds one-third of the population and about half of the land area of Indo-China.

An eventual victory by Ho over the rival Nationalist Government of former Emperor Bao Dai of Annam and his French allies would give world Communism, a toehold inside the rice-producing area of South East Asia and immediately menace Burma and Thailand, then eventually India, Malaya and the United States of Indonesia.

Private sources in Indo-China profess to have knowledge that the Chinese Communist party is to be the instrument of world communism for the domination of Asia. Existing border contact between Ho and the Chinese Communist forces at his back is considered an obvious opening for a rush Southward.

The rice eaters of Asia have been hungry for a long time be-

cause the fighting in Indo-China has reduced that country's rice exports from about 1,500,000 tons annually before the war to less than 200,000 tons. Asia's staff of life now comes principally from Burma and Thailand, two countries on Indo-China's borders which are already disturbed by Communist activity.

Burma is in a chaotic state of civil war, with the Communists forming one of the armed groups opposing the Thakha Na Government. Thailand is fearful of a Communist fifth column within its large Chinese minority.

An incursion of Communist Indo-China against Thailand would be quite within the historic pattern of conflict between these two countries, which have been invading one another over the last 1,300 years. And what reason is there to think that the Communists, backed from outside, could not capture Burma in her presently weakened state?

Eventual threat to India

From there, of course, India would be threatened. There have been rumours for some time of Communist infiltration through Assam on Burma's Eastern border.

Meanwhile, avenues for support of the armed Communists already are being opened against the British Government of Malaya until for aid to the Indonesian Communists would be open.

Even before this extension of power, however, the Communists would have the hungry countries of Asia starving for rice if they wished to put on this pressure.

Possibly rice now feeding the deficit areas of non-Communist Asia would be diverted to the needs of Communist China. The diversion of South East Asia's rice to China would have two results:

(1) It would feed China's hungry and thereby strengthen their Communist Government, and (2) it would increase discontent among poorly fed peoples elsewhere who provide the most fertile ground for the spread of Communism. These are people who cannot endure much more misery without turning to something new.

These disturbing considerations were in the minds of delegates to the Commonwealth Foreign Ministers' Conference in Colombo. This was the reason for adoption of the Commonwealth aid plan for South East Asia which the United States is expected to finance. The Commonwealth countries do not have the money, and the delegates believed that the stemming of communism in Asia was America's problem, too.

Some of the Foreign Ministers felt that the situation would be helped by recognition of the Bao Dai Government as that of free Indo-China. But the Eastern dominions, following the lead of India's Prime Minister, Nehru, are holding off because they are not convinced that Bao Dai has either freedom or a government.

Ho Chi-minh trained in revolutionary technique by Russian Communists and leader of the former Communist party of Indo-China, has fought the French for three years. He acquired a tremendous following when the nationalist movement was the only one. It is estimated that his supporters are still 80 per cent nationalist, but that the Communist core of his Viet Minh party holds complete control.

Too much for French

In 1949, when the current phase of the Indo-Chinese struggle broke out in a night of horror in Hanoi, 200,000 men under arms. Carrying on a bit-

and-run fight in the hills and jungles and clever sabotage in the cities—including Saigon, the capital—they have proved too much for 100,000 or more French and Colonial troops, including the hardbitten Foreign Legion.

Dr. Ho, who was very ill when last interviewed a few days before the Hanoi outbreak, abolished the Indo-Chinese Communist party, but some of the same group returned to prominence as the Tonk Bo, or Central Committee, of his Viet Minh party. It has been said that Ho, whose sincerity as a Nationalist is undoubted, is a virtual prisoner of this Communist group.

In the areas they control, they seem to be running a going government, able to obtain plenty of arms. Presumably, they will now get more from Communist China. This will be a serious development for Bao Dai and the French if the shipments include artillery, which the Viet Minh now lacks.

Having decided that Ho could not be dealt with, the French chose to negotiate with Bao Dai, who had abdicated as Emperor of Annam when Dr. Ho proclaimed his republic. He first worked with Ho, but afterward he went into exile in Hong Kong.

Return of Bao Dai

Bao Dai was brought back to Saigon with the support of monarchists and his fellow-Catholics. Perhaps to the surprise of the French, he turned out to be fairly independent-minded and he finally accepted the position of "head of state" of Viet Nam on pretty much his own terms. His territory, which is all of Cochinchina, Annam and Tonkin, with the exception of Ho's holdings, includes Indo-China's principal rice-growing area.

The former emperor has an army of about 40,000 men, who recently have been placed in the front lines by the French. They found that the villagers were inclined to accept Bao Dai's regime when it was proffered to them by their own countrymen.

The French, in a remarkable political turnaround, have now granted Bao Dai's Viet Nam full self-government, though they retain supervisory capacities, command the army and conduct foreign affairs with Bao Dai's consent.

The new State is described as a free partner in the French Union, and the French are pushing for full recognition. By other means, the Viet Nam is a sovereign nation.

Neutral observers judge that Bao Dai has a fifty-fifty chance of pulling most of the country into his fold. The British, in particular, are pressing for foreign support of his anti-Communist regime in the form of diplomatic recognition.

But it does not look as though the British are going to get any support from India in backing Bao Dai until the situation in Indo-China is clarified. Prime Minister Nehru of India is loath to recognize any government of Indo-China until it is plainly in full control of the country and has the genuine support of the people.

Other non-Communist countries of Asia seem inclined to follow Nehru's lead in this matter. The key to their attitude is a suspicion that Bao Dai is a tool of the French and that his regime is colonialism in another guise. There is no disposition to recognize him and thereby bring Communism closer to their own borders, but sentiment and local political considerations weigh against acceptance of a nationalism of which they are not sure.

His favourite



Here is a photograph of Generalissimo Joseph Stalin—a favourite election picture. The photograph shows the Generalissimo at his desk in the Kremlin. He is wearing a plain tunic and matching trousers which are tucked into a pair of soft leather boots. The caption issued with the photograph reads "J. V. Stalin—the first all people's candidates for Deputy to the Supreme Soviet of the USSR." Stalin has been nominated by scores of electoral districts all over the Soviet Union. (Associated Press Photo.)

Squeeze tactics by satellite nations

London, February 26.

Britain will resist as long as possible manoeuvres by the Eastern European satellites to squeeze Western representatives from behind the Iron Curtain.

However, a reduction in the size of diplomatic units in Eastern and Central European countries is believed to be unavoidable and a marked reduction in trade contacts with the Eastern European states is also expected as a result of their increasing self-imposed isolation.

The latest moves on the part of Bulgaria, Hungary and Poland against Western representatives are part of an overall plan to get rid of foreign observers inside the Iron Curtain and reduce contacts of their representatives abroad to a minimum.

To experts on Eastern European affairs it is apparent that the moves were initiated by Moscow because:

1. Recent resignations from the staffs of Eastern European Legations in the West have become too frequent and therefore embarrassing to the Communist regimes of the satellites. Practically every one of the satellites has in the past 12 months lost diplomats, serving abroad, who preferred to go into exile rather than return to their homes.

2. Moscow fears that the Legations of satellite countries abroad may serve as channels of unprotected contacts with the West and turn into centres of possible Titoism in the countries they represent.

3. The Kremlin wants the least possible independent moves on the part of some of the satellites through their representatives in the capitals of Western democracies.

4. Russia fears that supervision of foreign diplomats in the capitals of the satellites lacks thoroughness and that foreign observers may report too freely their impressions and collect information on internal developments, above all on Soviet penetration.

Russia is believed to have instructed her satellites to squeeze out Western representatives under the cloak of charges of espionage or by linking foreign diplomats with espionage trials. This coincides with reports this week that Poland had curtailed the freedom of movement of foreign military attaches.

The elimination campaign is no longer restricted to diplomats and journalists, but has been extended to businessmen.

The satellites, which had hitherto been anxious to maintain and even expand trade relations with the West, are increasingly reluctant to grant entry permits to business representatives of firms with which they are in contact.

Businessmen who returned from behind the Iron Curtain

Bomb throwing continues in Asmara

Asmara, February 26. Looting, fires and bomb throwing continue in the native sectors of Asmara during the curfew-free hours.

A hand grenade thrown at the Fire Brigade did not explode last night. The Brigade has been threatened by hoodlums.

The police have found 90 unexploded hand grenades since the beginning of the incidents last Tuesday.

The United Nations Commission is continuing hearings of the evidence of different Eritrean political parties. Associated Press.

HALF A MILLION MEN OUT

Pittsburg, February 26. More than 500,000 American workers will be idle tomorrow when the coal miners' strike enters its third week.

The 372,000 striking miners show no sign of ending their defiance of the Government and their Union President, Mr. John L. Lewis, by returning to the pits.

About 180,000 other workers will be out of work in industries which depend on coal for continued production, as the nation's fuel stock-pile nears vanishing point.

Mr. John D. Battle, Executive Secretary of the National Coal Association, declared, "One more week of this and it will be simply chaos."

Since the beginning of the year thousands of miners each week have been idle in periodic walk-outs that finally became a major strike over the question of new contracts.

In Washington, Government mediators today met representatives of the United Mine Workers' Union and the soft coal mine owners in a desperate effort to reach an agreement to end the strike before the Federal Court sits tomorrow.

The Union is due to be tried on contempt of court charge tomorrow because the miners ignored a back-to-work order issued on February 11.

After two and a half hours of talks today the negotiators would not indicate whether any progress had been made. Router.

recently complained that contacts with nationals of countries they visited and even with their opposite numbers had cooled noticeably since last year and private and social contacts had practically been reduced to nil. United Press.

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Textile industry squeezed

New York, February 26.

Soaring Australian wool prices are squeezing the American textile industry and threatening hopes for cheaper clothing.

The raw wool that goes into a suit is only a small part of the garment's cost—US\$5.45 on a US\$50 suit—but it is an important part.

Prices are moving higher at the auctions in Australia, where most of the world's apparel wool is grown, and American mills must soon come to the end of raw wools they bought at lower costs.

Wool prices will tend to stay at high levels, said Morris Pendleton, President of American Woolen Company, because the stocks of fine wools held by the British Government and the Commodity Credit Corporation are dwindling fast.

The mills of the world are coming to the last of wool supplies they bought at lower prices. In addition, the demand for fine wool is increasing and production is slipping.

Despite the loss of 25,000,000 hand of apparel wool-producing sheep by drought, Australia still remains the largest source for the fine wools the world wants.

That brings European, British, Russian and Japanese buyers to the Australian auctions to compete with American purchasers. Associated Press.

CHANGE OF SEX CASE IN JAPAN

Tokyo, February 27.

The Japanese conservative newspaper "Asahi" today described the case of a girl who turned into a boy and was turned back to a girl by a medical operation.

At 19 years of age the girl suddenly started to develop manly characteristics.

She decided to commit suicide, but was persuaded to visit a Nagoya University doctor.

After an operation her feminine characteristics returned to normal. The doctor said he would soon announce the results of the experiment to the world in a medical paper.—Reuter.

NORWAY'S DEFENCE

Oslo, February 26.

Norway must base her defence calculations on the decision to force strong enough to hold off an aggressor until aid arrives from some great outside power, according to Trygve Bratteli, chairman of the Norwegian Defence Commission.

He told the Association of Norwegian Students last night that Norway could not raise a military force which would be able to ward off any attack from outside.

He went on to say that U.S. aid under the arms aid agreement would provide a great help in solving Norway's military problems.—Associated Press.

ALLOCATED FOR REPARATIONS

Frankfurt, February 26.

About 1,000,000 tons of plant and equipment in the British Zone of Germany worth 500 million pre-war Deutsche marks have been allocated for reparations.

Only 103,000 tons now remain to be allocated and the Inter Allied Reparations Agency expects to clear this by the middle of next month, according to the British Control Commission.

Of 477 units of allocation in the British Zone, 277 have been completely dismantled. The average delivery of reparations to recipients has been 100 tons a month, but since then the procedure has been immensely speeded up and in January the amount despatched reached 80,000 tons.—Reuter.

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DEATH OF SIR HARRY LAUDER

London, February 26.

Sir Harry Lauder, the famous Scottish comedian, died tonight. Sir Harry, who was 79, had been ill since August. The little dynamic comedian with the stout heart rose from a nine shillings a week job in the pits to become Britain's highest paid music hall entertainer.

ISRAEL'S APPEAL FOR ARMS

Washington, February 26. Israel has appealed to the United States and Britain for arms and military equipment for her army and air force, diplomatic officials here disclosed today.

The Israeli ambassadors here and in London are stated to have presented a detailed request to the State Department and the Foreign Office. Senior State Department officials said a formal American reply to Israel's request had been drafted after consultation with Britain.

Officials indicated that before sending any American arms to Israel the State Department would ask for full details of the equipment of Israel's armed forces with assurances that they would be used only for self-defence. Israeli officials have declined to give the United States or Britain such detailed information, the officials added.

Most of the Israeli armed forces' present supplies were bought in Czechoslovakia and other countries during the war in Palestine. Diplomatic officials said that Israel had given no indication as to how it would pay for any American arms received.

The Export-Import Bank granted her a \$100,000,000 loan last year but this was allocated for development and recovery projects.—Reuter.

Sinister murder plot theory

Alexander City, Alabama, February 26. The nude and hooded body of an elderly woman fished from Lake Martin confronted the police today with a sinister murder plot which, they fear, has claimed more than one victim.

There may be another body in there," said Deputy Sheriff J. L. Ingram. He explained that bloodstains found on the highway bridge railing near the body's location did not match the woman's blood in tentative tests. The woman had been shot three times with a .38-calibre weapon. Any of the shots was enough to kill her. She also had been clubbed on the head.

There was no immediate clue as to who she was. She wore only stockings and shoes. Ingram estimated that she was 65 to 70 years old. The woman had been in the water about two days, a State toxicologist estimated.

A gag, apparently made from a scrap of her dress, had been thrust into her mouth. A hood, made from an undergarment, had been pulled over her face and knotted about her throat.—United Press.

NEW CABINET FORMED IN IRAN

Tehran, February 26. The Iran Premier, Mohammed Saad, presented his new Cabinet to the Shah today after resigning yesterday.

The Cabinet, composed of the previous members with the addition of two newcomers, is: Ibrahim Zand, Minister of Interior.

Hossein Ala, Minister of Foreign Affairs, former Iranian Ambassador to Washington.

Dr. Mohammed Nakhale, Minister of Labour, formerly Minister of Agriculture.

Assadulla Alam, Minister of Agriculture, formerly Minister of Interior.

Other posts remain unchanged. The Minister of Communications will be appointed later.—Associated Press.

SIAMESE KING ON WAY HOME
Lausanne, February 26. King Phumphon Adulet, of Siam, left here by train tonight on the first stage of his journey to Bangkok for his coronation.

Many Swiss officials and friends saw the young monarch off at Lausanne, where he has been completing his education. He will sail from Villefranche in the Danah liner Selandia. A special sleeping car is being attached to the Genova-Nice Express tonight.—Reuter.

NATIONALISTS IN INDO-CHINA
Paris, February 26. Eleven hundred Chinese Nationalist soldiers, interned in Indo-China, passed through Hanoi today on the way to Halphong, the French Press Agency reported.

They come from a temporary internment camp at Tong, North West of Hanoi, and are to be shipped to a camp at Can Ban, in Southern Annam.—Reuter.

BULGAR SLANDER CAMPAIGN
Tiriste, February 26. Mr. Donald Heath, the United States Minister to Sofia who is returning home after a break in his diplomatic relations between his country and Bulgaria, arrived here today by train with 49 members of his staff.

Mr. Heath said on his arrival: "A campaign of slander and persecution resulted in the United States-Bulgarian break. I have a feeling that the Bulgarians are unhappy that this had to happen but there was no alternative."

Mr. Heath said that all the Legation staff and their dependents were on board the train. He added that there were still about 60 American citizens in Bulgaria, about half of them of dual nationality.

Allied Military Government personnel and Mr. Thomas Judd, the United States Military Adviser here, greeted Mr. Heath's arrival.—Reuter.

NEW ELECTORAL LAW WANTED
Paris, February 26. The National Council of the French Socialist Party today passed a resolution asking for a new French electoral law to replace the present system of proportional representation.

The resolution called for a law inspired by the majority system making an alliance between Republican forces possible. The present system favours, and is supported by, the MRP (Popular Republicans) and the Communists, who between them have a majority in the Assembly.

The Socialists also voted that all light should be thrown on the "affair of the generals." Socialists will continue not to hold posts in the French Cabinet, the Council decided. Finally the Council recommended a truce in Indo-China followed either by an armistice or an appeal to an international authority to establish peace in the country.—Reuter.

Bengal riots continuing

Calcutta, February 26. Spreading riots continued today, accompanied by a spate of rumours from the latest communal disturbance areas of Jalpaiguri in Northern West Bengal and Barisal in East Pakistan.

Excited Sunday crowds besieged the railway station here, meeting trains arriving from the affected districts. The police cleared away the crowds and cordoned the stations.

One train arrived with two empty, bloodstained carriages. Several incidents were reported from the outlying parts of the city, while the central area was quiet and somewhat deserted.

It was reported that at least two persons were killed and about half a dozen injured here.—United Press.

TRAWLER SAFE

Grimby, February 26. Watch by planes and ships for the overdue British trawler Ismernia, 530 tons, was called off tonight after her skipper radioed a message to the owners.

He reported storm damage and asked for the help of a tug when docking at Grimby. The Skipper said that the Ismernia's bridge, chart room and radio room had been smashed.

The trawler, which left Norway last Monday, was 24 hours overdue today. Last radio contact with her was on Tuesday. She has a crew of 24.—Associated Press.

FRANCE FACES WEEK OF STRIKE BALLOTS

Paris, February 26.

France today faces a week of strike ballots. The wages strike of Paris region metal workers threatened to spread to other industries and other parts of the country. The metal workers are due to vote for or against strike action tomorrow in Marseilles, Lyons, where the Union has already decided to come out for an indefinite period, Montbéliard and Elfort.

In the Paris region, where armed Republican security guards are occupying the strike-bound Ford and Renault motor works, the Communist Sunday newspaper, "Le Soir," estimated that 150,000 metal workers are out in 200 factories.

Voting on a proposed total stoppage in the nationalised gas and electricity industries and the Paris Metro (Underground) and bus services will also take place tomorrow.

The Communist-led Paris underground union said that 80 per cent of its members in maintenance shops had already voted to strike, but the operating staffs do not begin voting until tomorrow, and the ballot is not expected to be complete before Tuesday.

Employees of the National Theatres (which include the Comedie Francaise and the Paris Opera House) expect the Ministry of Education to reply on Tuesday to their demand for a provisional bonus.

In case of a refusal their union leaders will meet on the same day to decide on future action. Catholic, textile and metal workers Unions in Lille, Northern France, rejected as insufficient the employers' offer of an eight per cent wage rise, and the autonomous printers' union called for a national "interprofessional" strike in support of its wage claims.

Bonus claims
All the workers now striking or voting are claiming wage increases and most claim a 3,000-franc a month provisional bonus pending the negotiation of agreements.

The claims follow the passage last month of the law restoring collective bargaining, which had been suspended in France since 1939.

A decree setting up national and regional Conciliation Commissions, a recourse which is compulsory under the collective bargaining law, was published in the Journal Officiel today. The Commissions will each

TROUBLE ON ORAN DOCKS

Oran, February 26.

Four policemen and five dockers were injured in a scuffle on the Oran docks yesterday between police and striking members of the Communist-dominated General Labour Confederation (CGT) Dock Workers' Union.

One Communist Party leader and two officials of the CGT Union were detained for questioning.

Trouble broke out when CGT members tried to prevent non-Union dockers from handling ships. The CGT members were also protesting against the withdrawal of work cards from dockers who have refused to work on certain ships.

The Communists have been trying to prevent the shipment of supplies to French troops in Indo-China.—Associated Press.

consist of three employers' and three workers' representatives, with a representative of the Labour Ministry as chairman. When the Commissions reach agreed conclusions, these will be binding on the parties. A decree to set up an optional arbitration board is expected during the week.—Reuter.





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SAILINGS TO			
"HUNAN"	Tsingtao & Tientsin	5 p.m.	1st Mar.
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"KWEIYANG"	Bangkok	5 p.m.	4th Mar.
"SHENGKING"	Keelung	5 p.m.	5th Mar.
"FUKIEN"	Yokohama, Nagoya, Osaka & Kobe	5 p.m.	8th Mar.
"SHANSI"	Bangkok	5 p.m.	9th Mar.
"ANHUI"	Singapore, Penang & Belawan	21st Mar.	

* Sails from Custodian Wharf.

ARRIVALS FROM			
"KWEIYANG"	Keelung & Kiao-hsiung	2nd Mar.	
"MAUD"	Sibu & Brunei	2nd Mar.	
"PAKHOI"	Bangkok	2nd Mar.	
"SHENGKING"	Keelung	3rd Mar.	
"HANYANG"	Tientsin & Tsingtao	4th Mar.	
"FUKIEN"	Indonesia & Straits	5th Mar.	
"SHANSI"	Kobe	6th Mar.	

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Scheduled Sailings to Europe via Aden & Port Said.			
"PELEUS"	Dublin & Liverpool	6th Mar.	
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ARRIVALS FROM			
"AUTOMEDON"	U.K. & Rotterdam via Straits & Manila	7th Mar.	
"MACHAON"	U.K. via Straits	12th Mar.	
"CYCLOS"	U.K. via Straits & Manila	15th Mar.	
"PATROCLOS"	U.K. via Straits	30th Mar.	
"ANTIOCHUS"	U.K. via Straits	30th Mar.	
"ANKING"	U.K. & Rotterdam via Straits	30th Mar.	
"TELEMACHUS"	U.K. via Jeddah & Straits	31st Mar.	

NEW YORK SERVICE			
"AGAMEMNON"	Arr. from USA. via Manila	28th Mar.	
Carriers option to proceed via other Ports to load & discharge cargo.			

AUSTRALIAN ORIENTAL LINE LTD./CHINA NAVIGATION CO., LTD. JOINT SERVICE

SAILINGS TO			
"CHANGSHA"	Japan	15th Mar.	
"TAIYUAN"	Sydney & Melbourne	18th Mar.	
ARRIVALS FROM			
"CHANGSHA"	Australia & Manila	12th Mar.	
"TAIYUAN"	Japan	15th Mar.	
"SOOCHOW"	Australia	Mid Mar.	

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"STEEL WORKER"	11th Mar.
"STEEL EXECUTIVE"	29th Mar.
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"STEEL NAVIGATOR"	14th Mar.
"STEEL VENDOR"	31st Mar.
"STEEL VOYAGER"	28th Apr.

ARRIVALS FROM U.S.A.

Sails N.Y.	Sails S.F.	Due H.K.
"STEEL NAVIGATOR"	Sailed	13th Mar.
"STEEL VENDOR"	Sailed	11th Mar.
"STEEL VOYAGER"	Sailed	21st Mar.

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NEW DRUG FOUND TO COMBAT TB MENACE

Rediffusion

7.00—Up With The Sun.
7.15—Morning Exercises.
7.30—Musical Clock.
7.45—Ed. A. Keller Programme.
8.00—News & Weather Forecast.
8.15—Gala Concert Players.
9.00—Morning Music.
9.30—Console & Keyboard.
10.00—Music For All.
11.00—The Four Knights.
11.15—Music Time.
11.30—Parade of Rhythm.
12.00—J.K. Stock Exchange.
12.15—Waita Time.
12.30—Parade of Rhythm.
12.45—Tune Time.
12.55—Light Music.
1.00—Swing.
1.15—News.
1.30—The Shows.
2.00—Variety Calls The Tune.
4.00—Novelty.
4.15—Tropicana.
4.30—Vocalists.
4.45—Musical Melody.
5.15—Children's Corner.
5.30—Movie Time.
6.00—Radio Headlines.
6.15—Theatrical Singers.
6.45—Jazz Singers.
7.00—B.N.C. News.
7.10—Local News.
7.15—Concert Favourites.
7.45—Listen to Liberty.
8.00—Harmoneia Harmony.
8.15—Sammy Kaye and His Orchestra.
8.30—Rediffusion Request Show.
9.00—B.N.C. News.
9.15—Local News.
9.30—"Free For All".
10.00—Anne Ziegler & Webster Booth.
10.15—Special Feature Programme.
11.15—Musical Melody.
11.45—Stardust.
12.00—Close Down.

Gold found on pilots confiscated

Six hundred tons of gold, valued at \$188,000, seized by revenue officers at Kai Tak Airport from the pilot and co-pilot of a Pacific Overseas Airways, Slam, plane on Sunday morning, were ordered to be confiscated by Mr. F. X. d'Almada at Kowloon yesterday, when the flyers failed to answer a charge of attempting to export gold without a permit.

The pilot D.F. Fowler and co-pilot S.D. Christy, also had their bail of \$10 each estreated.

It was stated that the flyers each had 60 bars of gold strapped to their bodies when they were searched by revenue officers. After putting up their bail the pilots continued their flight to Bangkok.

Revenue Inspector F. Fowler made the application for the confiscation of the gold.

Court Brevities

A 25-year-old private of the Hong Kong Training Unit, Reggie Coelho, was charged before Mr. Thomas Tam at Central yesterday with unlawfully assaulting Nial Khan, aged 52, watchman of the East Point Amusement Park at 11 p.m. on Saturday.

Coelho pleaded guilty but accused Nial of striking him first.

He was cautioned and ordered to pay \$5 compensation to Nial.

Inspector Wheeler said that the defendant had used a belt in striking the complainant. There had been ill-feeling between the two since four months ago when the complainant had refused to allow the defendant to enter the Park without paying.

Pleading guilty to charges of assaulting the Police and using obscene language in the Eastern Police Station on Saturday, 20-year-old Albert Fox of HMS Comus was fined a total of \$75 by Mr. Thomas Tam at Central yesterday.

Assistant Superintendent W. Segue said that Fox entered the Members Stand at the Hong Kong Jockey Club on Saturday afternoon. When asked to leave by Mr. Segue, the defendant refused and had to be escorted out.

While being taken from the Members Stand the defendant struggled and knocked Sub-Inspector A. J. Doreux to the ground. Fox was then taken to the Eastern Police Station and when asked for his name used obscene language in answering.

SAWMILL CLOSED

Dar-es-Salaam, February 28. A sawmill intended to be the largest in Africa and capable of producing 40 prefabricated houses a day is being closed by the Overseas Food Corporation at Noli, 20 miles from Zanzibar in the Southern province of the groundnuts area.

Local tenders have been invited for the construction of 300 houses, to be built with ordinary materials available in the region which it has been discovered will be much cheaper. Associated Press.

New York, February 27.

Hundreds of tuberculosis patients will be treated this year with a new drug, born in Germany, and called TB-1.

It has been given to 7,000 persons in Germany in the last two years, and credited with many good effects. American doctors are just beginning trials to learn what it may do.

Their tests will take about a year, but they have good reasons for hoping that TB-1 will become another major weapon against tuberculosis.

The hopes are based on the results in Germany, studied last autumn by Dr. H. Corwin Hershaw of Stanford University, and Dr. Walsh McDermott of the New York Hospital—Cornell Medical College.

German doctors reported remarkable recoveries of many patients with lung TB after getting TB-1 pills along with rest in bed for four to six months.

This is exciting because lung TB is the hardest type to cure with present drugs. But TB-1 was used at a time when the German people began getting better food and care. So there is a question how much the recoveries were due to better living, and how much to the drug. TB-1 also was not as dependable or as quick in action against tuberculosis as streptomycin, German doctors said.

One big hope is that TB-1 will be a helpmate for streptomycin in fighting lung TB. Streptomycin usually loses its power after a few weeks or months.

Different germs

What happens is this: There may be billions of TB germs in the lungs, most of them exactly alike. They reproduce rapidly. Streptomycin hits most of them, slowing or stopping their growth.

But some of the germs are different. They vary from normal, like humans born with one eye, or three legs. They are what scientists call mutants. One or more of these altered breeds of germs apparently are not affected by the drug and are able to produce more and more germs just like themselves. After a time, there are billions of altered germs that resist streptomycin.

But these altered bugs may be vulnerable to a different drug. Doctors already have one such drug, para-amino-salicylic acid, or pas for short. It can be given after streptomycin stops working. Or pas can be started early, along with streptomycin, to hold down growth of the altered bugs. This double treatment often makes

CANTONESE BY RADIO

BY S.K. LEE

Lesson 25	
Vocabulary:	
120. (shai) shai(2)	To spend. To use. To send.
121. (mo) meh(1)	Necessary. Need.
Questions and Answers:	
A. 1. Shai(2) (1)m shai(2)?	Is it necessary? Is it needed?
2. Yeoo(3).	Yes. It is necessary. It is needed.
B. 1. Shai(2) (1)m shai(2) teen(2)?	No. It is not necessary. There is no need. Do not bother.
2. Yeoo(3) teen(2).	Is it free of charge?
3. (1)m shai(2) teen(2).	Is it necessary to pay for it? Money is required.
C. 1. Shai(2) (1)m shai(2) teen(2)?	Is it necessary to pay for it? It is free of charge.
2. Yeoo(3) teen(2).	There is no need of money. Is it necessary to tell him?
3. (1)m shai(2) teen(2).	He must be told.
4. (2)ku-jee(1).	It is not necessary to tell him.
General Expressions:	
33. Fong(3) gah(3).	To give or have a holiday. To be on vacation.
34. (1)m duk(1) (1)haan.	Necessary. Need. An interrogative final sound, expressing surprise.
Examples:	
1. (3)Yut-(3)Yut doh(1) yeoo(3) shai(2) teen(2).	Is it necessary? Is it needed?
2. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Yes. It is necessary. It is needed.
3. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	No. It is not necessary. There is no need. Do not bother.
4. (2)ku-jee(1) teen(2).	Is it free of charge?
5. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? Money is required.
6. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? It is free of charge.
7. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	There is no need of money. Is it necessary to tell him?
8. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	He must be told.
9. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	It is not necessary to tell him.
10. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	To give or have a holiday. To be on vacation.
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14. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	No. It is not necessary. There is no need. Do not bother.
15. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it free of charge?
16. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? Money is required.
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24. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Yes. It is necessary. It is needed.
25. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	No. It is not necessary. There is no need. Do not bother.
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42. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	It is not necessary to tell him.
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45. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary? Is it needed?
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78. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary? Is it needed?
79. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Yes. It is necessary. It is needed.
80. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	No. It is not necessary. There is no need. Do not bother.
81. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it free of charge?
82. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? Money is required.
83. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? It is free of charge.
84. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	There is no need of money. Is it necessary to tell him?
85. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	He must be told.
86. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	It is not necessary to tell him.
87. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	To give or have a holiday. To be on vacation.
88. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Necessary. Need. An interrogative final sound, expressing surprise.
89. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary? Is it needed?
90. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Yes. It is necessary. It is needed.
91. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	No. It is not necessary. There is no need. Do not bother.
92. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it free of charge?
93. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? Money is required.
94. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary to pay for it? It is free of charge.
95. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	There is no need of money. Is it necessary to tell him?
96. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	He must be told.
97. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	It is not necessary to tell him.
98. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	To give or have a holiday. To be on vacation.
99. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Necessary. Need. An interrogative final sound, expressing surprise.
100. Shai(2)-(1)Yun-hui(3) yeoo(3) teen(2).	Is it necessary? Is it needed?

RADIO

Radio Hong Kong broadcasts on a frequency of 844 kilocycles per second and on 543 megacycles per second in the 21 metre band.

12.10—BBC Broadcast for Schools—"I was There"—History VI Was at Gao." (BBC)

12.12—"Hong Kong Calling"—Programme Summary.

12.22—"Pearl Bailey and Her Characters." (London)

12.42—"London Studio Melodies"—The Melodious Orchestra. (BBC)

1.15—"News, Weather Report and Announcements."

1.22—"Interlude."

1.30—"Orchestra of the Week"—Vienna Philharmonic Orchestra.

2.00—"Close Down."

2.05—"Hong Kong Calling"—Programme Summary.

2.07—"Jazz Swing Time."

2.10—"Cantonese by Radio"—Given by Miss Lee Wai Lan and S. K. Lee. (Studio)

2.20—"London Promenade Orchestra."

2.30—"World News and News Analysis." (London Relay)

7.15—"Letter from America" by Alister Cooke. (London Relay Recorded)

7.30—"Jazz Swing Again"—Presented by Alister Cooke. (Studio)

8.00—"From the Editor's Desk." (London Relay)

8.10—"Box 200"—Doris Gillette at the Hammond Organ.

8.15—"The Blue Danube"—The True Story of the Strauss Family and their Contemporaries. (Ep. 11).

9.00—"Forum of the Air"—Tommy Phillips, Comedian, P.B.C. Comedian, Peter Fisher,

ROYAL HOLLAND-INDIA LINE

SINGAPORE, JAVA, PORTS and MACASSAR		ARRIVALS	SAILINGS
"TITJALENGKA"	6th Mar.	18th Mar.	5th Mar.
"VAN HEUTZ"	18th Mar.	19th Mar.	19th Mar.
"TUBADANE"	20th Mar.	20th Mar.	20th Mar.

* Only to Singapore, Penang & Belawan Dpt.

MANILA, EAST & SOUTH AFRICA & SOUTH AMERICA

"BOISSEvain"	17th Mar.	3rd Apr.
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JAPAN

"TJIPONDOK"	5th Mar.	13th Mar.
"BERLAGE"	11th Mar.	19th Mar.
"BOISSEvain"	1st Apr.	19th Mar.

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EUROPE via MANILA and MALAYA

	ARRIVALS	SAILINGS
"HOOGKERK"	8th Mar.	early Apr.
"MEERKERK"	early April	early May

Through B/L issued to Mediterranean and Northern European ports.

JAPAN

"HOOGKERK"	early Apr.	15th Mar.
"MEERKERK"	early May	early April

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M.V. "AJAX" 19th Mar.

Arriving via Manila from
U.S. ATLANTIC & PACIFIC COAST PORTS

S.S. "DONA AURORA" due 13th Mar.

M.S. "DONA NATI" due 26th Mar.

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ARRIVALS

SHIP	FROM	DU
"AGATHI"	EAST COAST U.S.A.	1st Mar.
"ANDROS"	GALVESTON	1st Mar.
"NORLAGO"	GALVESTON	1st Mar.

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FINANCE AND COMMERCE

FLAG DISCRIMINATION ATTACKED BY CHAMBER

London, February 27.

Flag discrimination, as opposed to free competition in the carrying of the world's cargoes was condemned by the Chamber of Shipping of the United Kingdom in its annual report published today.

"One of the worst features of the general economic deterioration coupled with the intervention of Governments in the buying and selling of commodities, has been the incentive which economic necessity has given to the recrudescence of flag discrimination and the intricate growth of currency restrictions," the Chamber said.

"More and more the tendency has developed for countries to claim a proportion of their imports and exports for their national vessels and to exclude free competition of other flags."

"Such nationalistic aspirations by relatively small maritime countries have been greatly encouraged by United States shipping policy."

"Multiple currency restrictions, the most irritating and intractable of trade barriers, with which the Chamber has had to deal during the year, effectively prevent the re-establishment of a free and open freight market and lead inevitably to flag discrimination."

"Devaluation of Sterling had had an instant effect on shipping, which was peculiarly sensitive to exchange movements, the report said."

"The full effects were so far-reaching that it is impossible to isolate them. It will only be possible to assess them by examining the trade trends of the world as they become known."

UK fleet

The Chamber reported that the United Kingdom's merchant fleet has been restored to its pre-war tonnage.

Without giving figures, the report said that about half of the merchant fleet afloat in 1933 was lost through enemy action during the war. It said that the fleet's restoration within four and a half years of the war's end was a remarkable achievement by the shipbuilding industry.

"In 1935 the net gap in the United Kingdom's tonnage, which had to be made good, was more than 3,500,000 gross tons," the Chamber said.

"While tonnage destroyed by enemy bombers, submarines and war vessels has been recovered, there are many old ships in the merchant fleet today, the report said."

"More than one-quarter of the tonnage afloat and one-fifth of the foreign-going tramp tonnage is now more than 20 years old," the Chamber said.

"While it is true that 20 years is not necessarily the span of a vessel's useful life, it is clear

EXPERT'S HINT ON INFLATION

Washington, February 26.

A World Monetary Fund report hinted that many countries face further inflation.

Controls over consumer buying and foreign trade will not alone hold inflationary forces in check until they can be wiped out or worked off, it said.

The report, prepared by the Fund's chief, Mr. E. M. Bernstein, a former United States Treasury official, said, "It should be possible four years after the war to bring the generation of additional inflation to a halt."

"The immediate and urgent outlay and investment to a level appropriate to the available output, so that they will not add to the latent inflation," the report said.

"The report declared that in many countries pressures are so strong that sudden dropping of controls would result in such a considerable rise in prices that some Governments will feel that they simply cannot accept such a policy."

"But the prospect of wiping out or working off latent inflation in any moderate period of time is very slight."

"The continuance of controls on consumption for a minimum of five to 10 years and perhaps even longer, which may be necessary to work off latent inflation, is an unpleasant prospect for people to whom the free use of income has already been denied for a decade," the report added.

"It is not unlikely that at some stage public opinion will prefer at least partial activation of latent inflation to continue submission to extended consumer controls."

The Bernstein report was one of a group of studies in the first number of a new publication issued by the Fund under the title of "Staff Papers."—Reuter.

Trade fair in America

Chicago, February 20.

The lure of American dollars is drawing manufacturers from many parts of the world to the First United States International Trade Fair, to be held in Chicago from August 7-19.

Government trade officials in many nations are urging their business firms to participate. They consider the fair a quick and economical way to enter the American market and establish dollar credits.

Of space reserved so far, 40 per cent is for finished consumer merchandise, 10 per cent for textiles, 12 per cent for foodstuffs, 18 per cent for machinery and equipment, five per cent for chemicals and raw materials and 15 per cent for travel, information and miscellaneous groups.

Two-thirds of the space is allotted to foreign exhibitors. To reduce red tape and speed shipments of exhibits, special legislation is to be asked in Congress to ease the problems of foreign practitioners.

Government experts in foreign commerce and tariff problems, banking experts and interpreters will attend the fair and help foreign exhibitors and visitors.

France has called for between 30,000 and 40,000 square feet of space. It will concentrate on luxury items.

British firms lead individual applications for exhibition space. They include manufacturers of textiles, plastic products, foods, beverages, leather goods and submersible pumps. The British Government plans a travel information display.

Handicraft articles dominate exhibits planned by firms in India, Japan and the Near East.—Associated Press.

U.S. WORKLESS

Washington, February 26. America's unemployed reached a post-war record figure of 4,500,000 in January, the Labor Department reported.

This figure—seven per cent of the nation's civilian work force—compared with four and a half per cent or 3,500,000 in January, 1940.—Associated Press.

NOTICE TO CONSIGNEES

Consignees per

STATES STEAMSHIP

COMPANY

s.s. "MONTANA"

are hereby notified that their cargo is being discharged into the Hong Kong & Godown Wharf & Godown Co's godown where it will be at consignee's risk and expense and subject to the Wharf's terms and conditions of storage, and where delivery may be obtained.

Damaged packages are to be left in the godowns for examination by Consignees and the Company's surveyors, Messrs. Carmichael & Clarke at 10 a.m. on March 1, 1935.

To comply with the General Bonded Warehouse Regulations, consignees must have a Revenue Officer in attendance when damaged dutiable goods are examined.

No claims will be admitted after the goods have left the godowns, and all goods remaining undelivered after March 6, 1935, will be subject to rent.

All broken, chafed and damaged goods are to be left in the godowns, where they will be examined on March 4, 1935, at 10 a.m. by our Surveyors, Messrs. Goddard & Douglas.

To comply with the General Bonded Warehouse Regulations, consignees must have a Revenue Officer in attendance when damaged dutiable goods are examined.

All claims against the steamer must be presented to the Underwriter on or before March 6, 1935, or they will not be recognized.

No fire insurance will be effected.

DODWELL & CO. LTD.

Agents

Hong Kong, February 26, 1935.

Money Market

US dollars re-opened yesterday after the week-end at HK\$0.504, and dropped to \$0.49 in the afternoon. The closing rate was \$0.495.

It dropped to HK\$0.50 after opening at \$0.523.

Sterling was unchanged at HK\$15.10, as also were Australian pounds at HK\$13.40.

Piastres were again marked nominal at HK\$14.50 a 100. Ticals were unchanged at HK\$28.50 a 100.

NET Guilders opened at HK\$24.70 and closed at \$25 a 100.

NOTICE TO CONSIGNEES

From CALCUTTA, RANGOON & STRAITS

Consignees per ship

m.s. "SIRDHANA"

are hereby notified that their cargo will be discharged into the Hongkong & Godown Wharf & Godown Co., Ltd., where it will lie at consignee's risk and expense and subject to terms and conditions of storage of the Hongkong & Godown Wharf & Godown Co., Ltd. The cargo is expected to be ready for delivery from the Godown on and after February 28, 1935.

Cargo is considered as being accepted in good order and condition by consignees unless broken, chafed and damaged packages are left in the Godown for subsequent examination by Messrs. Goddard & Douglas in the presence of consignees, at 10 a.m. on March 5, 1935.

To comply with the General Bonded Warehouse Regulations, consignees must have a Revenue Officer in attendance when damaged goods are examined.

All damaged cargo claims against the steamer must be presented to the Underwriter on or before March 3, 1935, or they will not be recognized.

No fire insurance will be effected.

No claims will be admitted after the goods have been taken delivery of on ship's side or alternatively ex the Hongkong & Godown Wharf & Godown Co.'s premises unless a joint survey has previously been effected.

MACKINNON, MACKENZIE & CO.

Agents

Hong Kong, February 26, 1935.

AMERICAN PRESIDENT LINES

The Globe Fleet

TO HONOLULU & SAN FRANCISCO via JAPAN		
"President Wilson"	Arr. Mar. 16	Sails Mar. 17
"General Gordon"	Arr. Mar. 18	Sails Mar. 19
"President Cleveland"	Arr. Apr. 14	Sails Apr. 15

TO SAN FRANCISCO & LOS ANGELES via JAPAN		
"President Madison"	Arr. Mar. 6	Sails Mar. 7
"President Pierce"	Arr. Mar. 11	Sails Mar. 12

TO NEW YORK, BALTIMORE & BOSTON via PACIFIC COAST & PANAMA		
"Marino Snapper"	Arr. Mar. 19	Sails Mar. 20
"President Johnson"	Arr. Apr. 15	Sails Apr. 16

ROUND THE WORLD

VIA MANILA, SINGAPORE, COLOMBO, KARACHI, SUEZ, PORT SAID, ALEXANDRIA, NAPLES, MARSEILLES, GENOA, NEW YORK AND BOSTON		
"Mount Davis"	Arr. Mar. 5	Sails Mar. 7
"Mount Mansfield"	Arr. Mar. 20	Sails Mar. 21

TO JAVA & STRAITS		
"President Johnson"	Arr. Mar. 13	Sails Mar. 14

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ARRIVALS		
SHIP	FROM	DUE IN PORT
"BENAVON"	U.K. via Singapore	5th Mar.
"BENALBANACH"	"	on or abt. 14th Mar.
"BENVENUE"	"	24th Mar.
"BENVANNOCH"	"	2nd Apr.
"BENLAVERA"	"	17th Apr.
"BENNAW"	"	20th Apr.
"BENNEVIS"	"	30th Apr.
"BENRUACHAN"	"	"

SAILINGS		
SHIP	TO	LOADING ON OR ABT.
"BENNAW"	London, Rotterdam, Hamburg & Hull	21st Apr.
"BENVENUE"	"	18th Mar.
"BENVANNOCH"	Genoa, Avonmouth, London, Rotterdam, Hamburg & Hull	24th Mar.
"BENNEVIS"	"	28th Apr.
"BENAVON"	Liverpool, Glasgow, Dublin, Havre and Antwerp	2nd Mar.
"BENLAVERA"	"	8th Apr.
"BENRUACHAN"	"	3rd May

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M.S. "CASTLEVILLE"	30th Mar.

ARRIVALS FROM PACIFIC COAST

M.S. "BOUGAINVILLE"	24th Mar.
M.S. "SUNNYVILLE"	21st Apr.

Sailing to Singapore, Port Swettenham, Penang & Batavia

M.S. "BOUGAINVILLE"	25th Mar.
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